



Investment and Governance Policy PFC2020-0561

Presented to: Priorities and Finance Committee

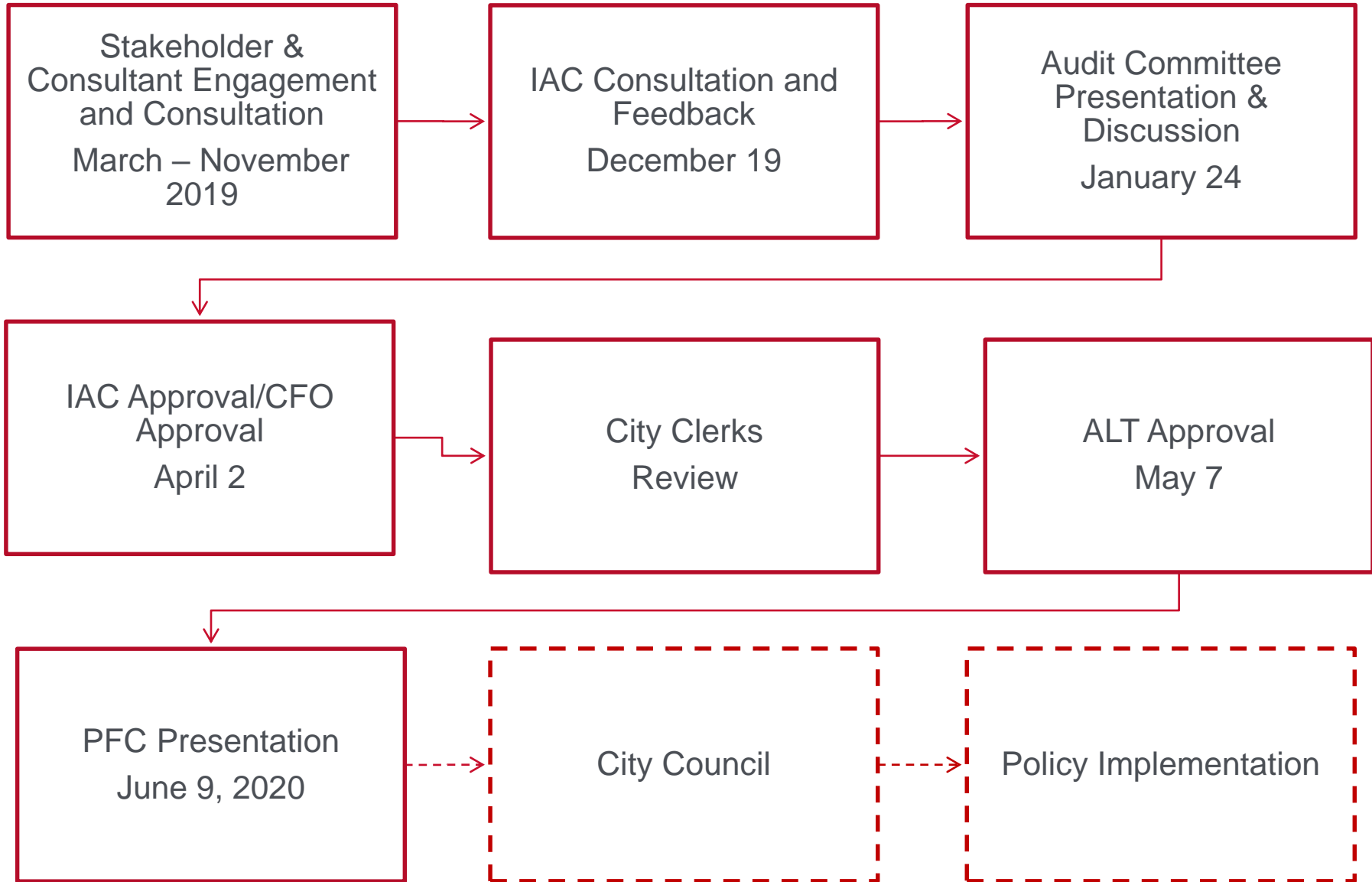
2020 June 9

ISC: Unrestricted



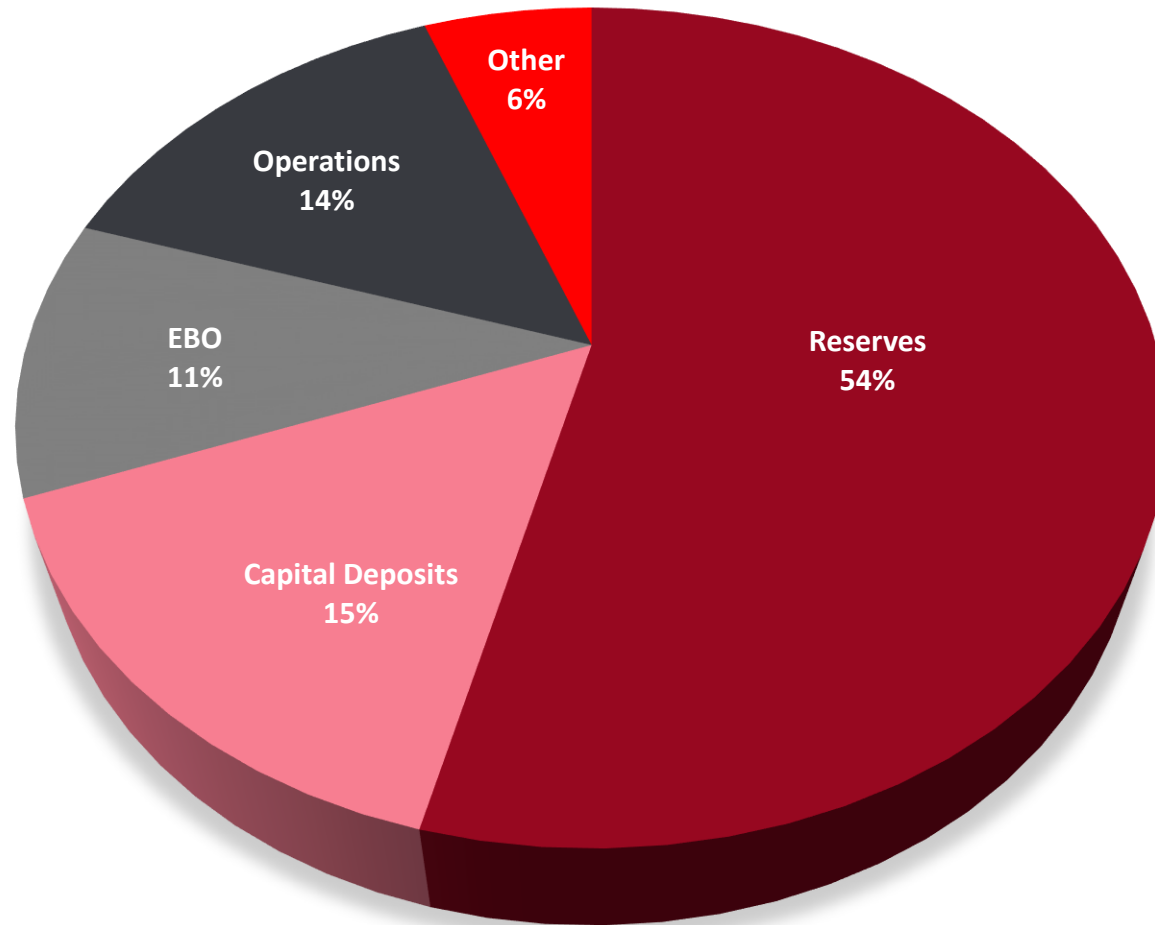


Investment Policy Development Process





Sources of City Investments





Personal Finance Comparison

Chequing

Savings

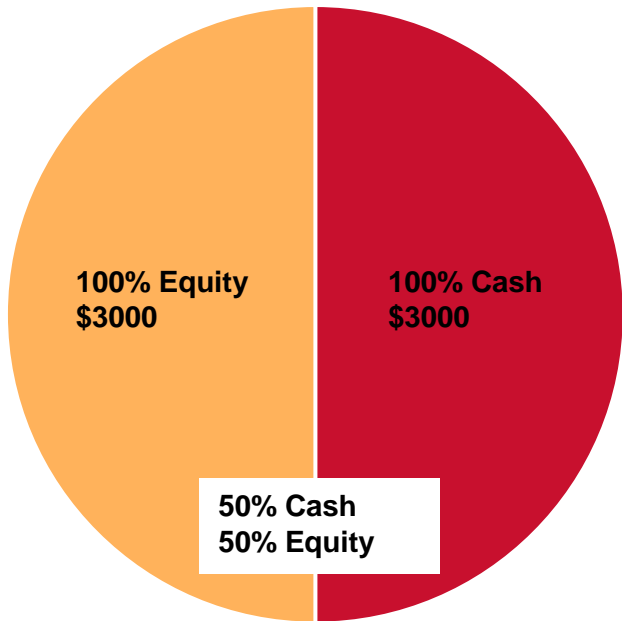
RESP

RRSP



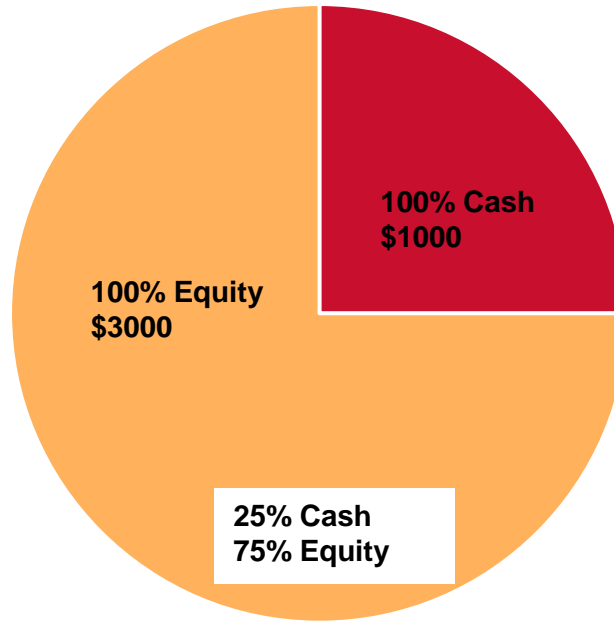
Personal Finance Comparison

Accounts



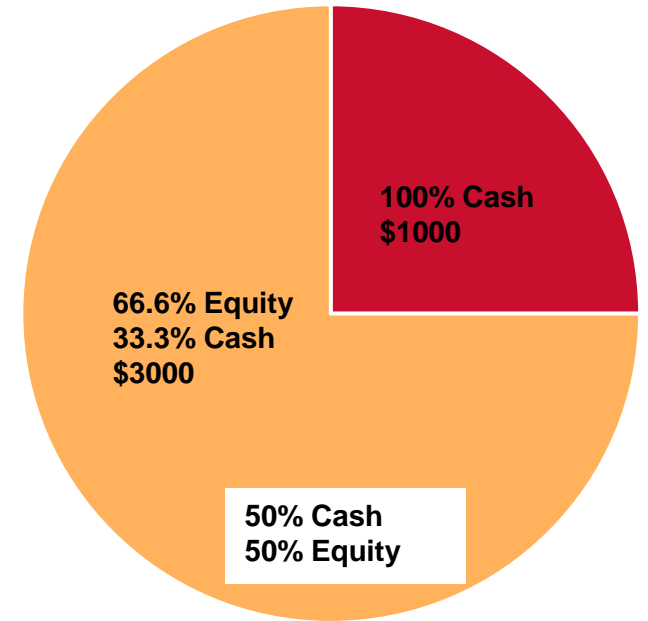
■ Chequing ■ RRSP

Accounts



■ Chequing ■ RRSP

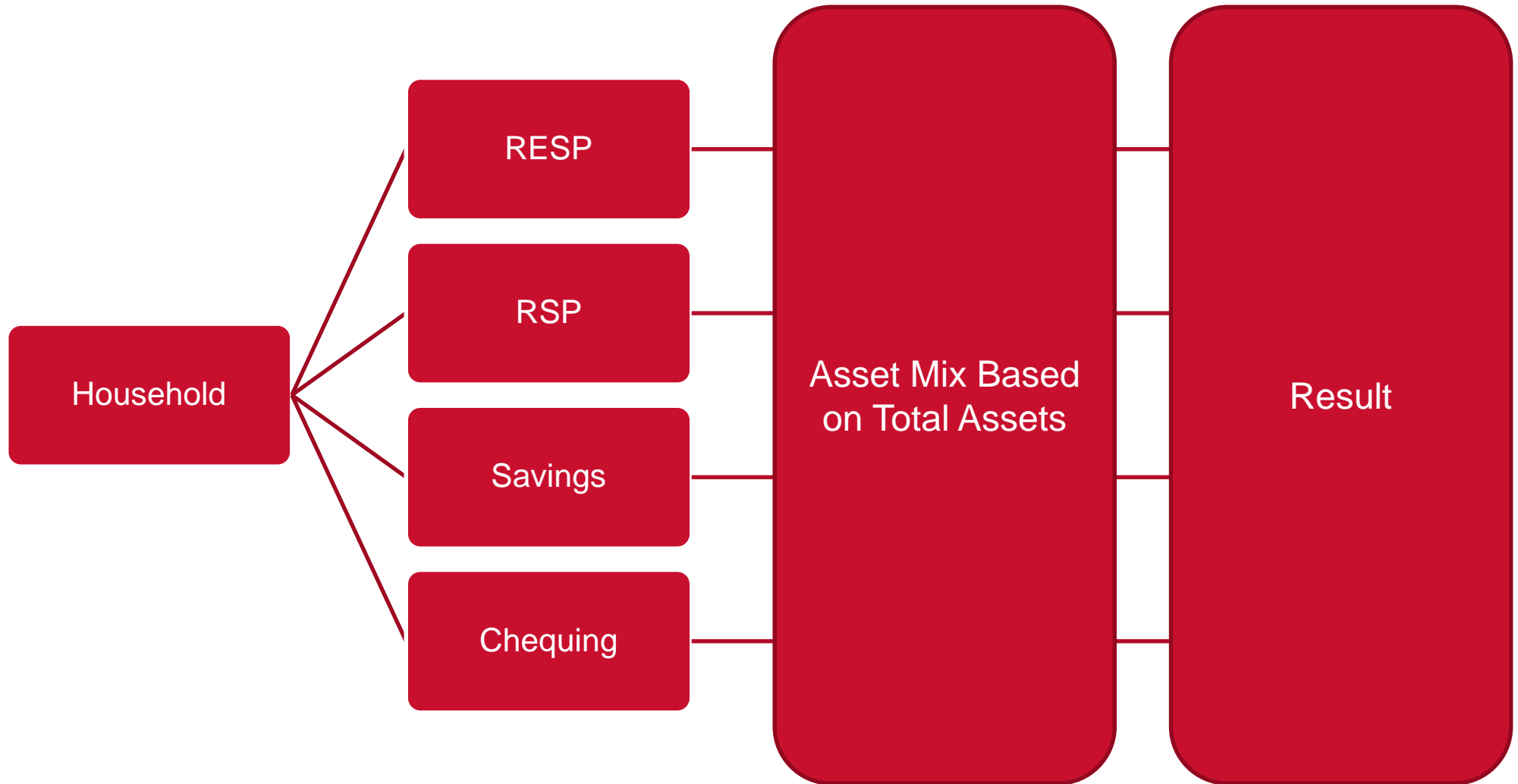
Accounts



■ Chequing ■ RRSP

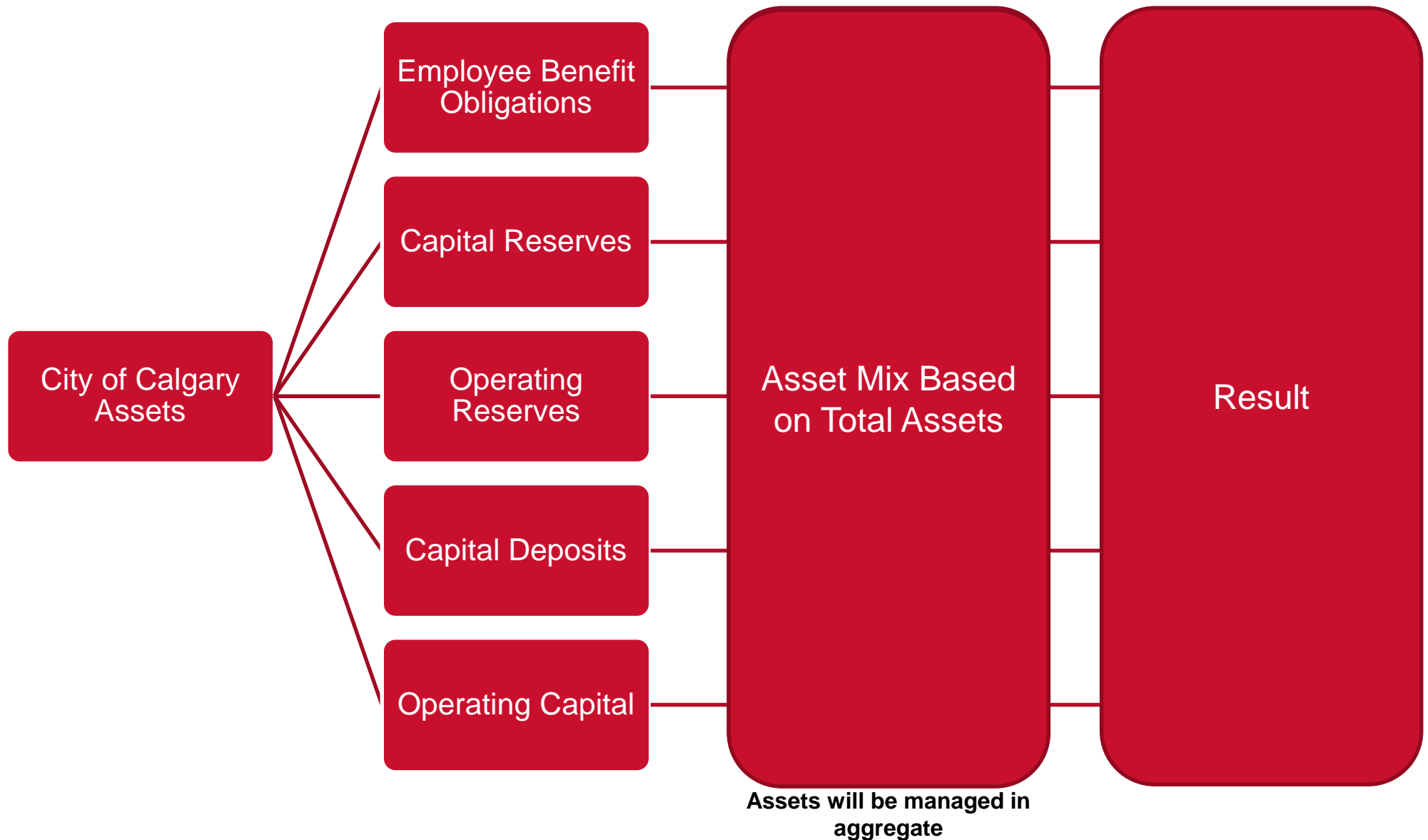


Personal Finance Comparison



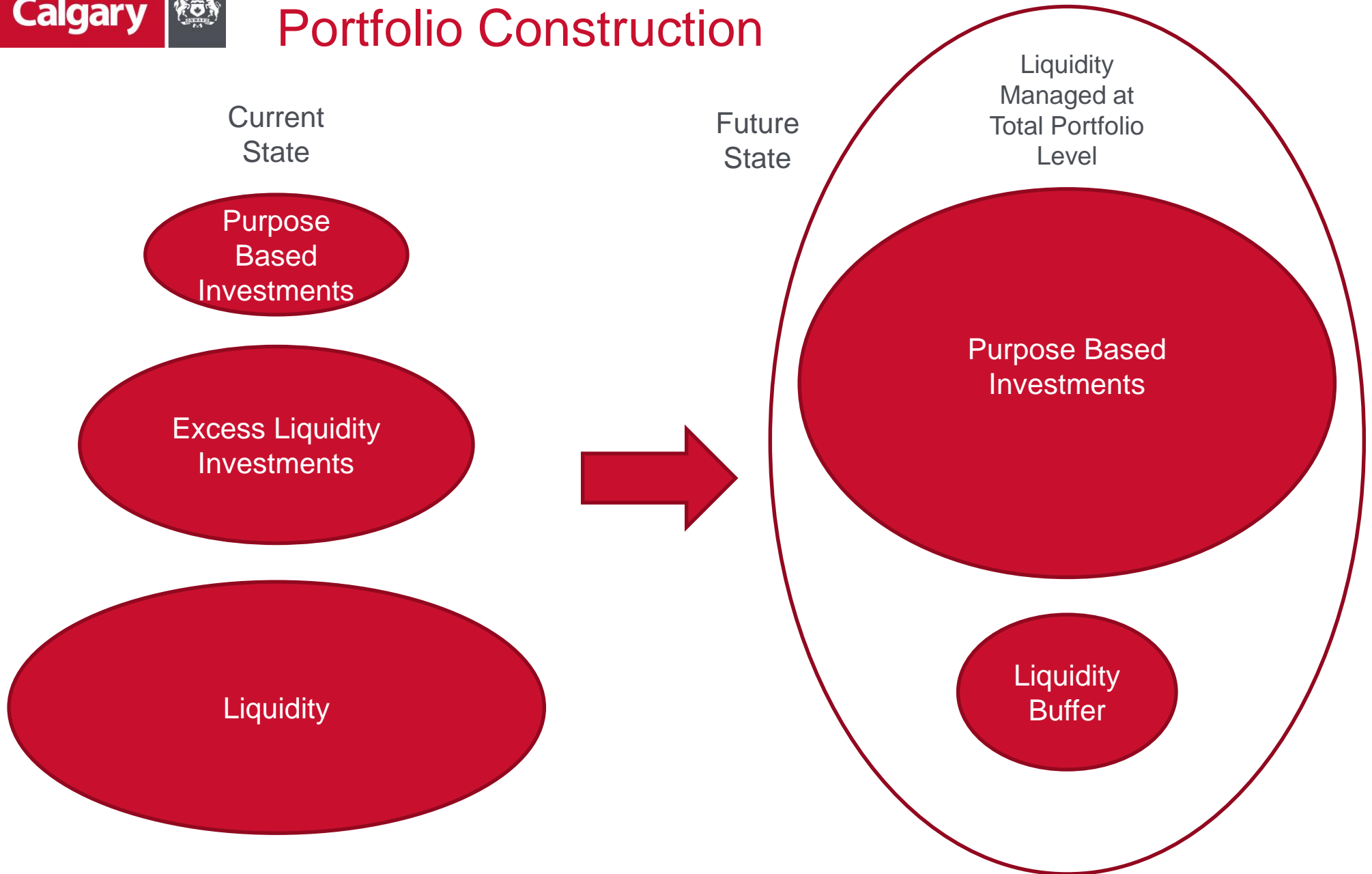


City of Calgary Assets





Portfolio Construction





Matching Investments with Objectives -

Capital Reserve Account Example

Objective: Meet future obligation, while minimizing the current cost of meeting those future obligations and taking on a prudent level of risk.

What are the drivers that will determine the cost of the future benefit?

- Inflation
- Interest Rates
- Capital Asset Growth
- Capital Preservation

Capital Reserve Account

<u>Asset Class</u>	<u>Allocation</u>
Short Term Liquidity(Cash)	10.00%
Short term Investment	0.00%
Canadian Universe	15.00%
Global Universe	30.00%
Real Assets	20.00%
Equity	25.00%
Total	100.00%



Investment Policy Characteristics

- I. Objectives
- II. Principles & Beliefs
- III. Procedures
- IV. Roles & Responsibilities
- V. Governance Structure



Investment and Governance Policy

Internal Policy:
Funds Policy

Internal Policy:
Investment
Portfolios Policy

Questions or Comments