

# THE ACCELERATED SCHOOLS

FINANCIAL UPDATE  
DECEMBER 5, 2019

# Today's Agenda

A

## Financial Presentation

1<sup>st</sup> Quarter results

B

## Investment Policy Statement

Review of Recommended Language

C

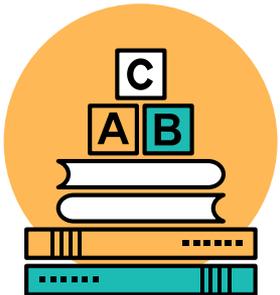
## Bank Account

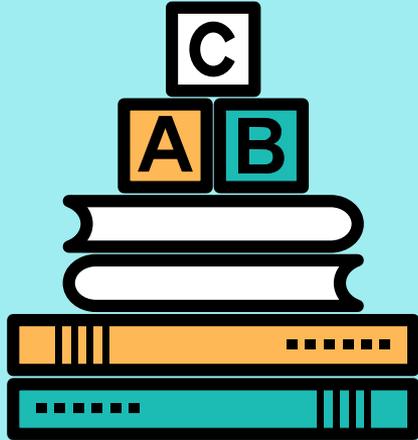
Opening Investment Accounts with First Republic Bank

D

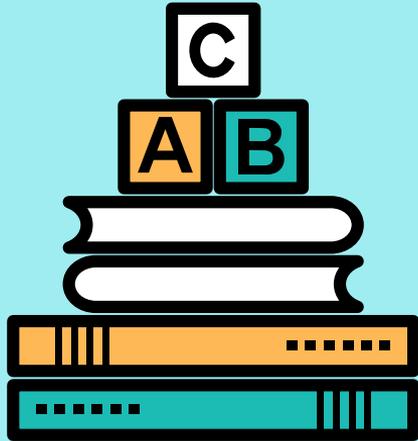
## Facilities Update

Consideration of Additional Facility Usage





# Financial Update



# Investment Policy

Review of Recommended Language

# Investment Policy Highlights

## Goal of IPS

- Preservation of Capital
- Provides Liquidity
- Maintains appropriate diversification
- Generates returns

## Flexibility in Investments

Diversification of capital to help achieve strategic, long-term goals



## Research

Looked at districts, city, nonprofits, and other schools for guidance on IPS

## Fiscal Responsibility

Aims to be responsible in investments that aligns with school mission and values

# Investment Policy Highlights

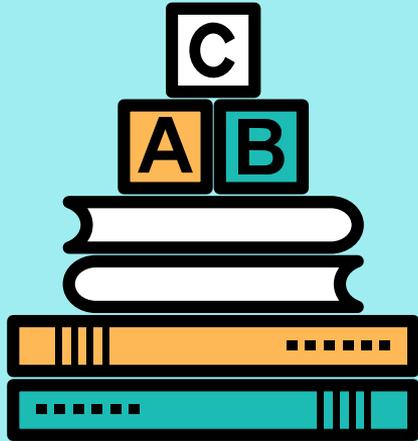


FIRST REPUBLIC PRIVATE WEALTH MANAGEMENT

## Strategic Asset Allocation Targets Ex-Alternatives

Asset Class Views		STRATEGIC TARGETS					
		Income	Diversified Income	Conservative Balanced	Balanced	Moderate Growth	Growth
<b>FIXED INCOME</b>		100.0	80.0	60.0	40.0	20.0	0.0
	Investment Grade	100.0	80.0	60.0	40.0	20.0	0.0
<b>EQUITIES</b>		0.0	20.0	40.0	60.0	80.0	100.0
	Domestic Large	0.0	12.5	25.0	38.0	50.0	63.0
	Domestic Small	0.0	1.5	3.0	4.0	6.0	7.0
<b>Non-U.S. Equities</b>							
	Developed International	0.0	4.0	8.0	12.0	16.0	20.0
	Emerging Markets	0.0	2.0	4.0	6.0	8.0	10.0
<b>PORTFOLIO STATISTICS</b>							
	Return	3.27%	3.97%	4.67%	5.38%	6.08%	6.78%
	Standard Deviation	3.82%	4.44%	6.81%	9.71%	12.80%	15.96%
	Sharpe	0.19	0.32	0.31	0.29	0.27	0.26
	Maximum Drawdown	-9.96%	-20.30%	-30.65%	-40.94%	-51.35%	-61.63%
	MDD breakeven	11.06%	25.48%	44.20%	69.31%	105.54%	160.63%

Hypothetical Example for Illustrative Purposes Only. Please see index definitions for additional information regarding asset class proxies.



# Banking

Opening Investment Accounts with First Republic Bank

# Opening **Bank** New Account

The School has looked at a variety of banking institutions to partner with. There were several criteria, of which the following were important:



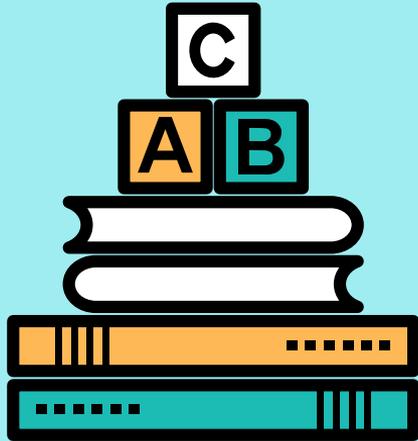
**Fee Structure**



**Relationship**



**Expertise**



# Facilities Update

Consideration of Additional Facility Usage



Discussion Point

## “What Are Our Facility Issues?”

How do you fit:

- 1,150+ students
- 120+ teachers/staff
- 65 classrooms

into 120,000 square foot?



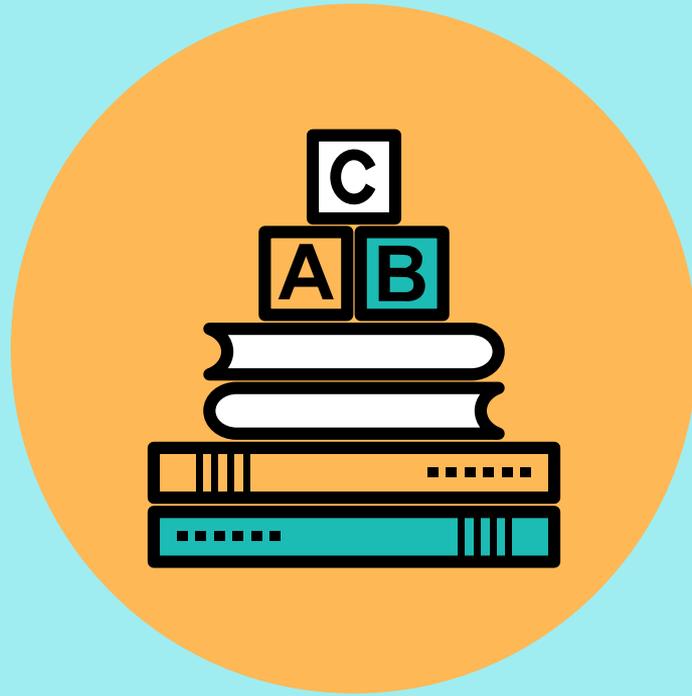
## The Solution (short-term)

Create space by adding 4-classrooms

Lease	\$267,000 for 3-years
Purchase	\$576,000 + additional costs of \$20,000

# Phased Strategy





**Thank you!**