THE ACCELERATED SCHOOLS
FINANCIAL UPDATE
DECEMBER 5, 2019
Today’s Agenda

A. Financial Presentation
   1st 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

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

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

Fiscal Responsibility
Aims to be responsible in investments that aligns with school mission and values
### Strategic Asset Allocation Targets Ex-Alternatives

#### Asset Class Views

<table>
<thead>
<tr>
<th>FIXED INCOME</th>
<th>STRATEGIC TARGETS</th>
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<tbody>
<tr>
<td></td>
<td>Income</td>
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<tr>
<td>Investment Grade</td>
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<table>
<thead>
<tr>
<th>EQUITIES</th>
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<th>STRATEGIC TARGETS</th>
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<tbody>
<tr>
<td></td>
<td>Income</td>
<td>Diversified Income</td>
</tr>
<tr>
<td>Domestic Large</td>
<td>0.0</td>
<td>20.0</td>
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<tr>
<td>Domestic Small</td>
<td>0.0</td>
<td>12.5</td>
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<table>
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<tr>
<th>Non-U.S. Equities</th>
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<th>STRATEGIC TARGETS</th>
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<tr>
<td>Developed International</td>
<td>0.0</td>
<td>4.0</td>
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<tr>
<td>Emerging Markets</td>
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<td>2.0</td>
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#### Portfolio Statistics

<table>
<thead>
<tr>
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<th>STRATEGIC TARGETS</th>
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<tbody>
<tr>
<td>Return</td>
<td>3.27%</td>
</tr>
<tr>
<td>Standard Deviation</td>
<td>3.82%</td>
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<tr>
<td>Sharpe</td>
<td>0.19</td>
</tr>
<tr>
<td>Maximum Drawdown</td>
<td>-9.96%</td>
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<tr>
<td>MDD BreakEven</td>
<td>11.06%</td>
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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:
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

Address Short-Term needs
Accommodating recent growth of faculty and staff with proper workspace and classrooms

Create Parent/Community Liaison Center
Meeting school community needs

Create Strategic Expansion Plan
Providing additional 12 permanent classrooms on TAS/WAHS campus

Implement Student Enrollment Plan
Reaching capacity with High School – 600 students
Increase in LCFF of $865k/year
Thank you!