



CUNY Investment Pool - Spending Deliberations

Fiscal Year 2013

Committee on Fiscal Affairs
Subcommittee on Investments

April 2, 2012

Agenda

1st

- 4 Similarly Situated Fund Categories

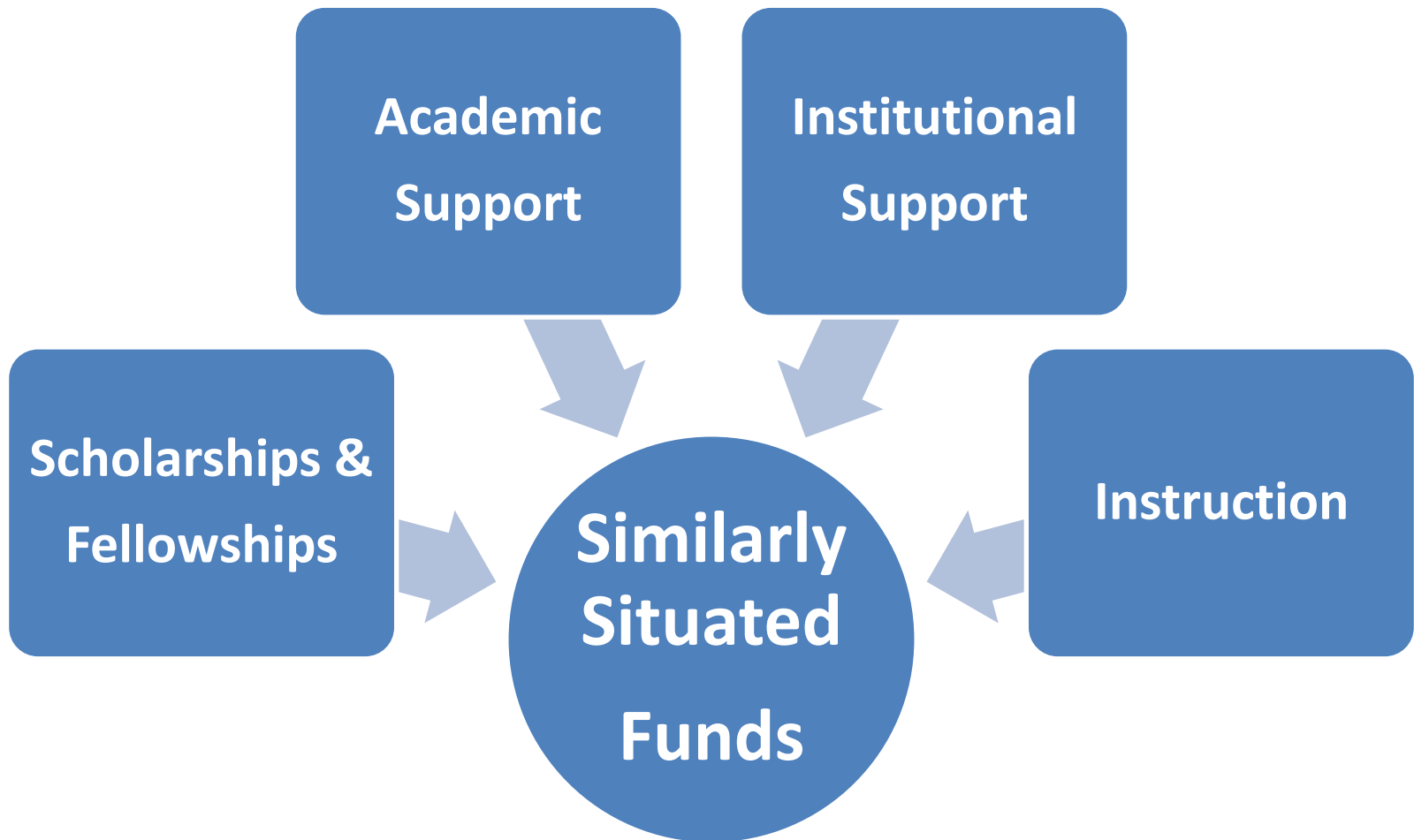
2nd

- 8 Prudence Factors

3rd

- Deliberate on Prudent Spending Rate

4 Similarly Situated Fund Categories



8 Prudence Factors

1.

• Duration & Preservation of the Endowment Fund

Universal

2.

• Purposes of the Institution & the Endowment Funds

Factor Specific

3.

• General Economic Conditions

Universal

4.

• Possible Effects of Inflation/Deflation

Universal

5.

• Expected Total Return from Income & Appreciation

Universal

6.

• Other Resources of the Institution

Universal

7.

• Alternatives to Expenditure of the Endowment Fund

Special

8.

• The CUNY Investment Policy

Universal

Spending Deliberation Process

1st

- Factor 2: Purpose of Institution & Endowment Funds by Category

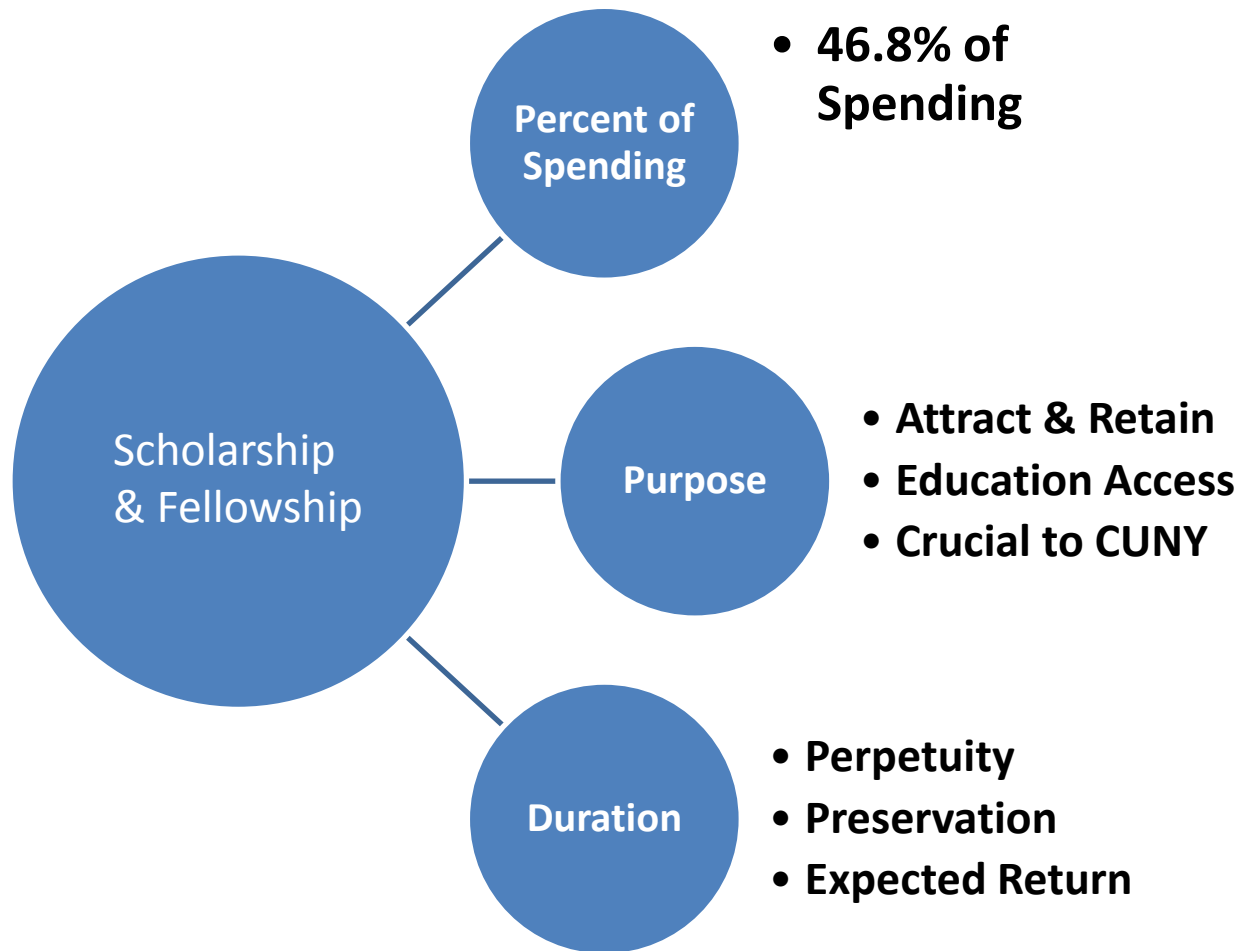
2nd

- Universal Factors: Discuss Jointly for all 4 Categories

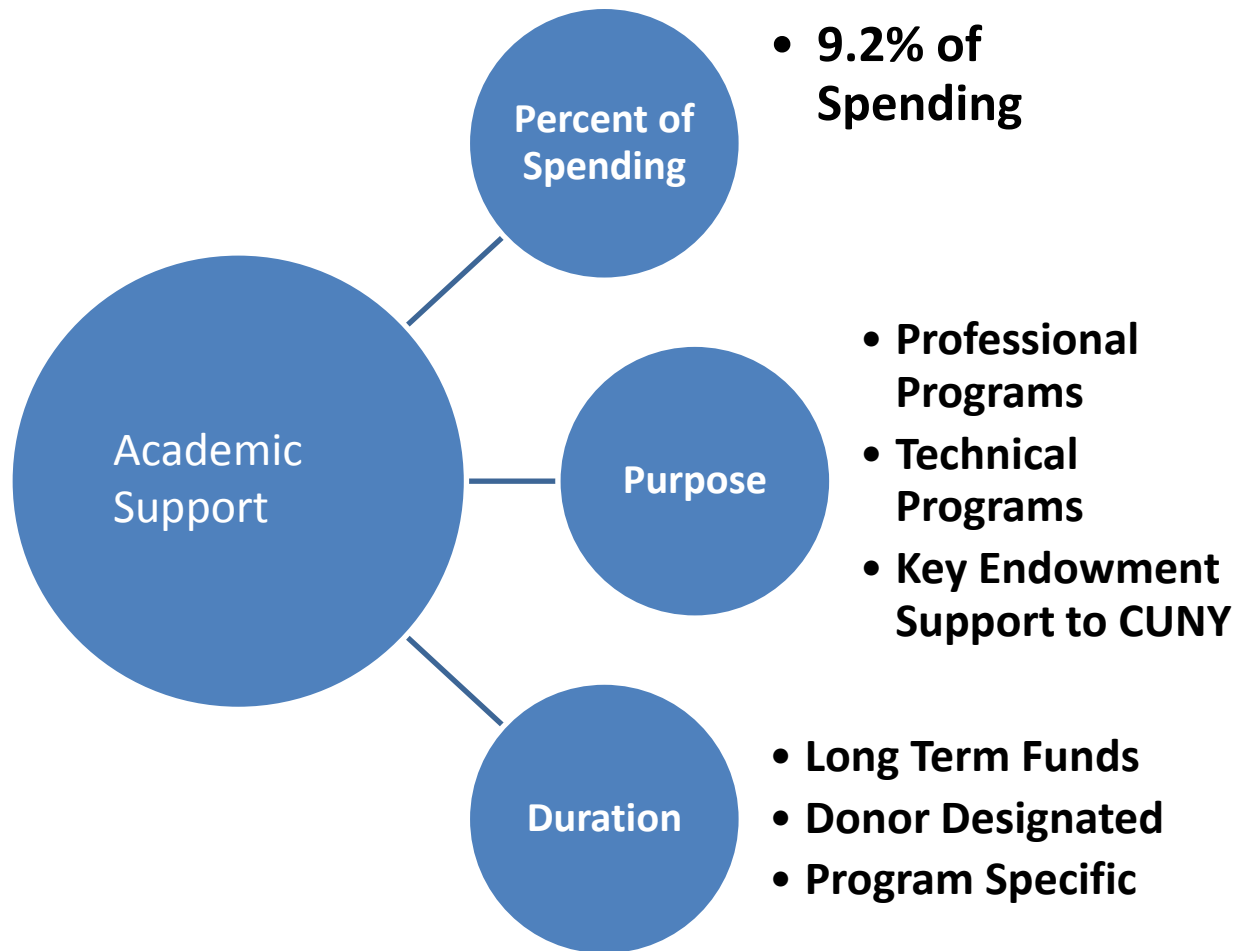
3rd

- Brief Review of Factors Applicable to Exigent situations.

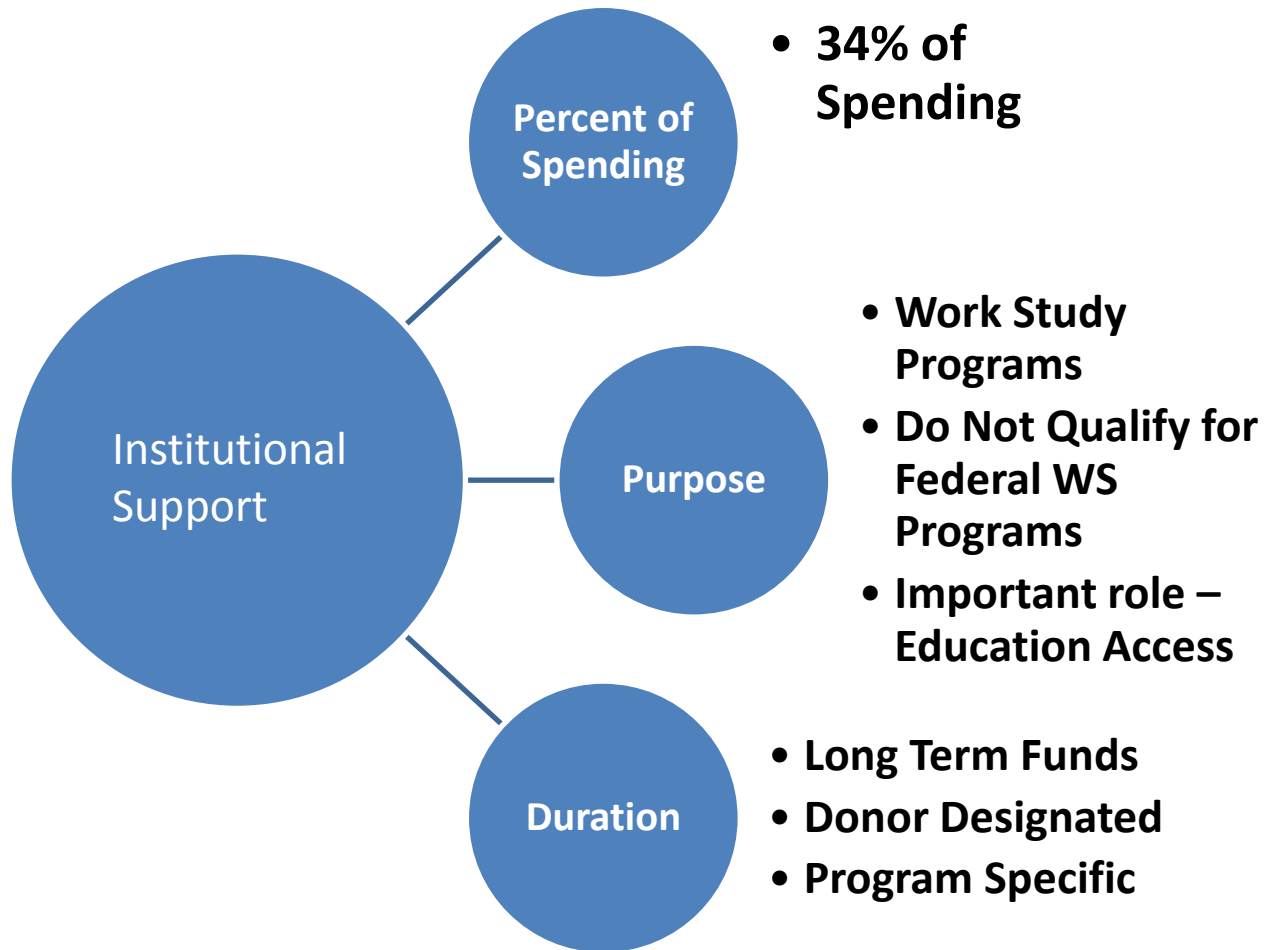
Purpose – Scholarships & Fellowships



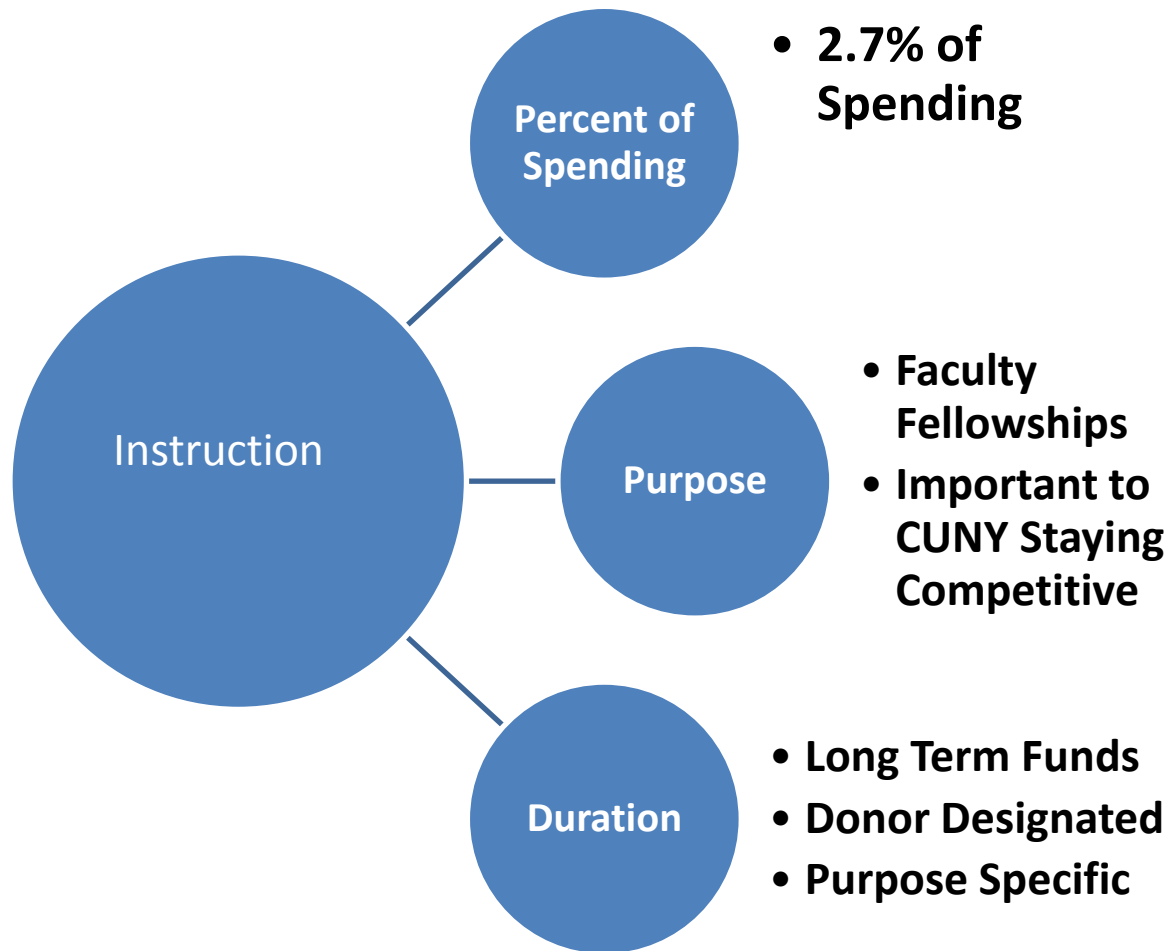
Purpose – Academic Support



Purpose – Institutional Support



Purpose – Instruction



Purpose – Additional Considerations

State Appropriations

- Historically provided majority of funds for these programs

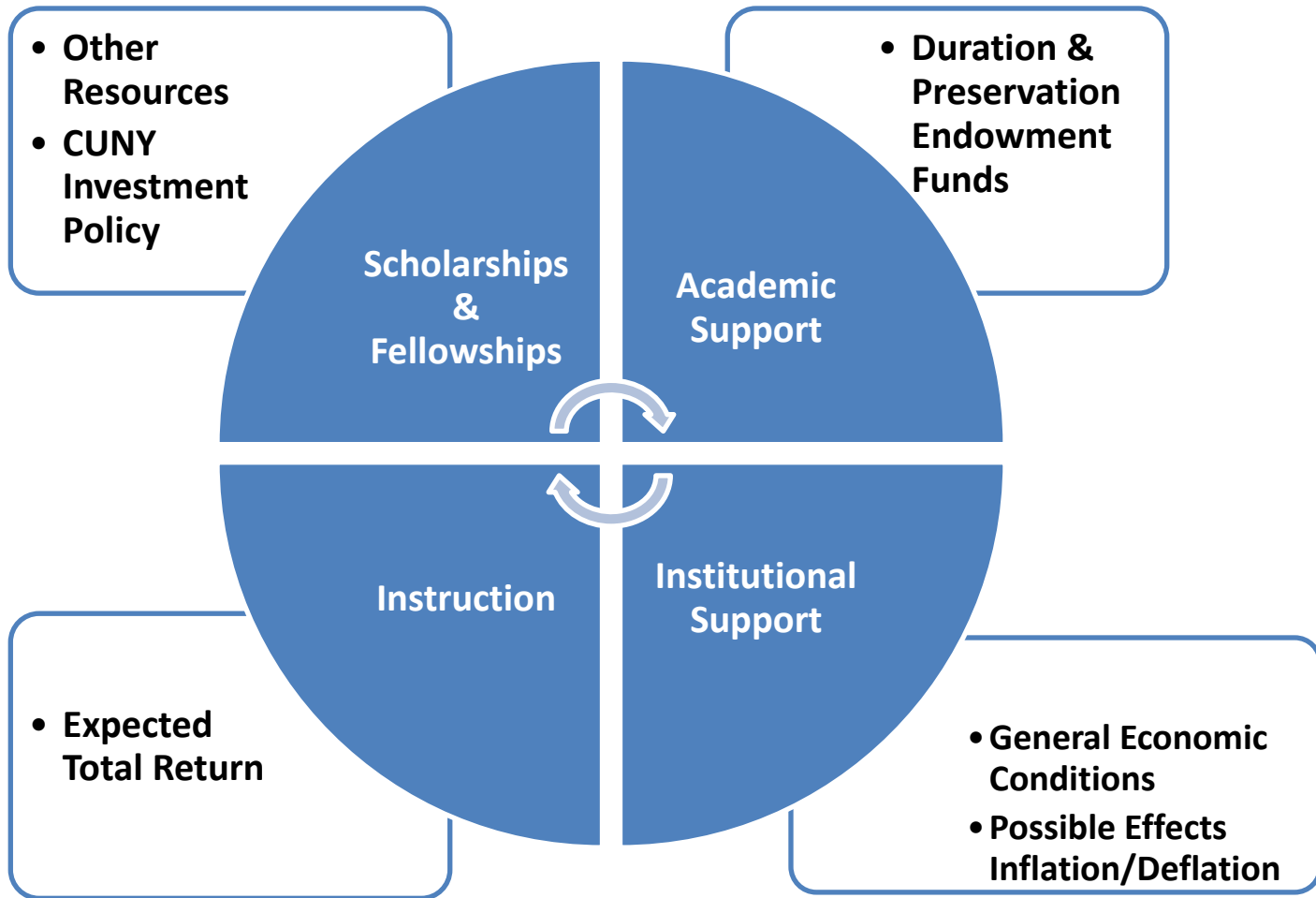
CUNY Investment Pool

- Not the primary source

Balance

- Annual Spending Amount
- Increasing needs of current & future students
- Donor-Designated Funds

Joint Discussion – Universal Factors



Factors Applicable to Special Situations

1.

- Duration & Preservation of the Endowment Fund

2.

- Purposes of the Institution & the Endowment Funds

3.

- General Economic Conditions

4.

- Possible Effects of Inflation/Deflation

5.

- Expected Total Return from Income & Appreciation

6.

- Other Resources of the Institution

7.

- Alternatives to Expenditure of the Endowment Fund

8.

- The CUNY Investment Policy

Spending Decision

