



Subcommittee on Investments
Committee Report
February 2014

Committee Charges for 2013 - 2014:

- To review the investment reports, monitor investment performance against stated benchmarks and report to the Committee on Finance and SNMMI Board of Directors.
- To meet with the administrators of the SNMMI's investments to ensure that the investment portfolio conforms to the investment policy statement.
- To review the investment policy statement with the administrators to determine if any changes are needed.
- To make recommendations to the Committee on Finance regarding any changes to the investment policy statement or administrators before recommendation to the Board of Directors.

Current Working Objectives/Goals:

- As of September 30, 2013, the fair market value of the SNMMI Capital Fund (the Fund) was \$5,029,830. Since September 30, 2012, the value of the Fund increased \$514,777 or 11.4%, net of fees of \$31,685. Through September 30, 2013, the Fund's performance has largely mirrored the performance of the benchmarks set forth in the SNMMI Investment Policy Statement. Performance over the past twelve months has been slightly better than benchmarks, whereas performance over the three to five year period has been slightly below benchmarks.
- As of December 31, 2013, the fair market value of the Fund was \$5,486,344. Since September 30, 2013, the Fund's value has increased \$456,514. Included in the increase is an SNMMI Board of Directors approved transfer of \$200,000 of operating cash to the Fund. For the three months ended December 31, 2013, the Fund had a 5% growth rate, net of the transfer.

Progress of Charge/Objectives/Goals to Date:

- Reviewed investment results in January 2013, June 2013, and January 2014.

Additional Goals/Objectives Added for 2013 - 2014:

- The subcommittee will review or recommend policies that could impact the Fund which may arise from the implementation of the SNMMI strategic plan.
- The subcommittee asked the administrators of the Fund to provide a proposal showing a comparison between the current investment strategy and the prior strategy and an alternative strategy. The proposal is to include an analysis of fees for the three strategies and a report on performance of the current strategy and the prior strategy. The proposal will be evaluated during the SNMMI 2014 Mid-Winter Meeting.