

## 1809IC1: Revise Pacific Swimming Statement of Purpose of Investment Funds

### Pacific Swimming Statement of Purpose Investment Funds

(Draft Sep 13, 2018 Approved 11-20-13)

Pacific Swimming's Board of Directors (BOD), the Investment Committee and its Membership are chartered to conduct the financial matters in a prudent manner.

Funds have been retained and invested resulting in a positive reserve. The funds are invested in appropriate investment vehicles under management of a professional advisor following a BOD approved Investment Guideline with a short- and long-term risk portfolio appropriate for the organization.

The Investment Advisor reports quarterly to the Investment Committee on the performance of the portfolio and the adherence to the designated asset allocation.

The purpose of the funds shall be the preservation of the current ~~principalle~~ value but may be used as for the following purposes:

The purpose of the funds is as follows:

- Act as a reserve to the annual operating budget, ~~as approved by the BOD, to replace income and reduce the financial burden on Pacific Swimming members.~~
- Act as a supplementary source of funds, as approved by the BOD, to replace income ~~augment the operating budget as a way to control~~ and reduce the financial burden on Pacific Swimmers Swimming members.
- Support annual grant programs as approved by the BOD for the benefit of Pacific Swimming's member clubs/teams
- Provide reserves for cyclical needs such as Olympic Trials and possible Age group or Senior travel funding outside of the amounts designated in the annual operating budget
- Act as a potential source of funds for major projects approved by the BOD as deemed valuable and integral for the betterment of Pacific Swimming

~~It is not the purpose of the funds to provide normal, ordinary funding of operating expenses or to supplement normal, ordinary sources of income.~~

It is **not** the purpose of the funds to offset any shortfall due to ordinary day-to-day expenditures or cover any overhead or administrative expenses.

Ideally, the funds will be managed and marketed in a manner where outside donations, contributions, estate sharing, and other sources of principal growth will be generated.