

# **UC SANTA CRUZ FOUNDATION**

## **INVESTMENT POLICY ASSET ALLOCATION & RISK POLICIES**

The UC Santa Cruz Foundation's investment operations shall be conducted in accordance with prudent, sound practices to ensure that gift assets are protected and enhanced and that a reasonable return is achieved, and with due regard for the fiduciary responsibilities of the Foundation's Board.

### **INVESTMENT GUIDELINES**

#### **TYPES OF INVESTMENTS**

The UC Santa Cruz Foundation may invest in any investment vehicles sponsored or offered by the Office of the Chief Investment Officer of the UC Regents and approved and sanctioned by the UC Regents, within the Asset Allocation and Investment Risk policies stated below.

In addition, the UC Santa Cruz Foundation may invest in the following short-term investment vehicles:

- Insured Certificates of Deposit
- F.D.I.C. Insured Interest Bearing Bank Accounts

#### **ASSET ALLOCATION POLICY**

The Foundation's asset allocation class targets will remain within the range of plus or minus 10% of the most recently disclosed GEP Long-Term Goal for each of the three major asset classes (public equity, public bonds, and alternative investments). This policy applies to:

- asset allocation target percentages,
- allocation percentage ranges for each asset class,
- policy benchmarks for each asset class and in total, and
- investment guidelines for each asset class.

#### **INVESTMENT RISK POLICY**

The Foundation's targeted investment risk level will be consistent with the UC Regents approved pro forma total investment risk level, and will be in compliance with the GEP's risk level.

*Approved by the Board on May 14, 2016*