

Rescission of Decision Respecting Item TA8.7 Request for Investment and Hiring of a Second Fixed Income Manager

Date: October 20, 2022
To: Board of Directors of the Toronto Atmospheric Fund
From: Chief Executive Officer

SUMMARY

Rescission of a previous approval to hire a second Fixed Income Manager is recommended.

RECOMMENDATIONS

The Chief Executive Officer recommends that the Toronto Atmospheric Fund Board of Directors rescind approval of the Investment and the hiring of a Fixed Income Manager, as set out in parts 1 and 2 of Item TA8.7 – Request for Investment and Hiring of a Second Fixed Income Manager, considered by the Board on July 27, 2020.

FINANCIAL IMPACT

None

DECISION HISTORY

On July 29, 2020, the TAF Board approved an investment and requested that, via the City Manager's Office, the City of Toronto's Chief Financial Officer and Treasurer hire the Fixed Income Manager identified in Confidential Attachment 1 to the report (July 15, 2020) from the Chief Executive Officer on Toronto Atmospheric Fund (TAF)'s behalf, subject to negotiation of the details of the agreements and in coordination with TAF staff and TAF's Investment Advisor, HUB/Proteus Performance Management Inc.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2020.TA8.7>

COMMENTS

TAF's Statement of Investment Objectives and Principles (SIOP) now includes an Alternatives asset class, and the Investment Committee has indicated that the priority for rebalancing is an allocation to an Alternatives infrastructure mandate which can provide both financial performance and mandate-related impact. Further, some rebalancing within the existing Fixed Income manager's offerings has improved the risk/return profile. As such, this investment is no longer a priority.

CONTACT

Julia Langer, CEO, jlanger@taf.ca

SIGNATURE

Julia Langer
Chief Executive Officer