

1.2.1.3 Association Investments

1. As established by the Board of Directors, the Executive Officer, in conjunction with the Association Treasurer, shall be responsible for and have the authority to invest RSAR monies over and above those needed for operations. Report of investments to be made to the Board of Directors within 60 days of investment.
2. All investments of operating funds shall be restricted to high quality, income producing financial instruments recommended and approved by the Investment Subcommittee of the Budget & Finance Committee. These investments shall be tiered to reflect anticipated liquidity needs. The amounts invested in non-federally insured deposits shall not exceed fifty percent (50%) of the fund balance. The amount invested in Federally-insured deposits in each institution is to be limited to \$25,000 under the maximum amount insured by the FDIC.
3. Reserve funds shall be invested in high quality, income-producing instruments such as certificates of deposits, corporate bonds, U.S. Treasury notes, or mutual funds investing in obligations of the U.S. Government, its agencies or instrumentalities, obligations of certain banks and savings and loan associations, asset-backed securities and high-quality securities of corporate issuers, or real estate investments. The amount invested in Federally-insured deposits in each institution is to be limited to \$25,000 under the maximum amount insured by the FDIC.
4. The Investment Subcommittee of the Budget & Finance Committee shall be responsible for recommendations to the Association Treasurer of investment alternatives. The Investment Subcommittee shall consist of the Association President, Association Treasurer, and by appointment of the Association President, two additional members of the Budget & Finance Committee.

Approved by Budget & Finance	<u>06/24/10</u>
Approved by Bylaws & Policy	_____
Approved by Directors	<u>06/24/10</u>