

Modified by Board of Directors 2/8/2001
Approved by Business Committee 6/16/2003
Approved by Board of Directors 9/23/2017
Approved by Board of Directors 8/25/2018

Purpose:

This investment policy is to provide guidelines to the Secretary/Treasurer and General Manager in the investment of Association reserves. The Secretary/Treasurer and General Manager shall act with care, skill, prudence and diligence to safeguard the Association's funds and meet the liquidity needs of the Association.

The Board of Directors' ultimate investment goal is to ensure the safety of its funds invested and that funds are readily available to meet the Association's expenses in a timely matter.

General Investment Principles:

- 1) Investments shall be made solely in the interest of the Association.
- 2) The funds (Investment Funds) shall only be invested in FDIC Insured funds and or equivalent.
- 3) The Association may use the services of one or more investment professionals (advisors, brokers, consultants or managers).
- 4) Cash is to be employed productively at all times by investment in short term cash equivalents to provide safety, liquidity and return.

Objective:

The investment strategy for the invested funds of the Association is to ensure safety of capital.

Allowable Assets:

Cash Equivalents FDIC Insured, having minimum of a four star and/or an "A" rating as set forth by the Savings and Loan Institution and or Moody's.

- Treasury Bills
- Money Market Funds
- Savings Accounts or Demand Deposits
- Certificates of Deposits
- Brokered Certificate of Deposits

Prohibited Assets:

Prohibited investments include any asset class not listed above as "Allowable Assets".

Asset Allocation Guidelines:

- 1) Investment management of the assets of the Investment Funds for the Association shall be structured (laddering by maturity date) so as to meet Association's cash flow requirement on a timely basis.

Selection of Investment Professionals:

The Finance Committee's selection of Investment Professionals must be based on prudent due diligence procedures. A qualifying investment representative must be a registered Investment Representative or advisor under the investment Advisor Act of 1940, a bank or insurance company.

Investment Professionals' Performance Review and Evaluation:

Performance reports generated by the Investment Professional shall be compiled at least quarterly and communicated to the Finance Committee for review. The Finance Committee intends to evaluate the Professional's performance and reserves the right to change a Professional for any reason, at any time, including the following:

- 1) Failure to adhere to any aspect of this statement of investment policy, including communication and reporting requirements.
- 2) Significant qualitative changes to the investment management organization.

Investment Professional shall be reviewed regularly regarding performance, personnel strategy, research capabilities, organizational and business matters, and other qualitative factors that may impact their ability to achieve the desired investment results.

Investment Policy Review:

To assure continued relevance of the guidelines objectives financial status and capital markets expectations, the Finance Committee will review this investment policy at least annually and submit to the Board of Directors for approval.

This statement of investment policy is adopted on August 25, 2018 by the Board of Directors of the Association whose signatures appear below.

_____ President

_____ Secretary/Treasurer