

# **TRI-TOWNSHIP CONSOLIDATED SCHOOL CORPORATION**

## **POLICY**

### **REGARDING**

### **INVESTMENTS**

It is the policy of the Tri-Township Consolidated School Corporation to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the school corporation and conforming to all state and local statutes governing the investment of public funds. This investment policy supersedes any previous investment policy and applies to all financial assets of the corporation.

The investments shall be made with the judgment and care, under the circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. The standard of prudence to be used by the treasurer shall be the prudent person standard and shall be applied in the context of managing the overall investment.

#### **Objectives**

The primary objectives, in priority order, of the school corporation's investment activities shall be as follows:

- **Safety** - Safety of principle is the foremost objective of the investment program. Investments of the school corporation shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.
- **Liquidity** - The school corporation's investments will remain sufficiently liquid to enable the school corporation to meet all operating requirements, which might be reasonably anticipated.
- **Return on Investment** - The school corporation's investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the school corporation's investment risk constraints and the cash flow characteristics of the portfolio.

**LEGAL REFERENCE: IC 5-13-9**

Adopted by the Tri-Township Consolidated School Corporation School Board this 14th day of January, 2013.

Reviewed and approved on April 21, 2016