

POLICY: INVESTMENT POLICY

Resolved, that the treasurer and one other officer of the board of directors of the Genesee Foundation be, and hereby are, directed to invest monies of the Genesee Foundation in accordance with the following policy:

1. Monies shall be exclusively invested in obligations listed in Schedule A attached hereto and made a part hereof ("Designated Investments");
2. The investments shall be approved by the Board with a view to attain the following objectives:
 - (a) satisfying the current and projected cash needs of the Foundation with respect to cash disbursements required or anticipated to be required from the Fund;
 - (b) preserving the principal of the fund; and
 - (c) Maximizing the return on the monies credited to the Fund consistent with the objective of prudent preservation of these monies.
 - (d) The Genesee Foundation Board delegates to the Genesee Foundation Treasurer the reinvestment of funds at maturity in accordance with above policy and advice and counsel from the Finance Committee. The Treasurer will notify the Foundation Board of each reinvestment in advance of maturity. Investments will be reviewed every six (6) months by the Finance Committee as required.
3. No designated investment shall have a maturity of more than 60 months from the date of acquisition thereof.
4. The officers and members of the Board of Directors shall make investment decisions in good faith, with the care an ordinarily prudent person in a like position would exercise under similar circumstances, and in a manner the Directors and officers reasonably believes to be in the best interests of the Association in accordance with the Colorado Revised Nonprofit Corporation Act. The Board of Directors shall take into account advice from the Finance Committee of the Genesee Foundation and the advice of financial professionals knowledgeable as to the attributes and risks of Designated Investments; and
5. Instructions to the brokerage firm selected by the Finance Committee and approved by the Foundation Board, or orders to such brokerage firm as to investment decisions approved by the Board in accordance with this Resolution, shall be submitted in writing and signed by the Treasurer and one other officer of the Board.

APPROVED BY: Board of Directors
SUPERCEDES: June 17, 1993
APPLICABILITY: All Funds
APPROVAL DATE: June 6, 2005
Revised: September 13, 2006
Revised July 9, 2008
EFFECTIVE DATE: July 8, 2008
REVIEW DATE: 2013 (5 years)

Investment Policy Schedule A to the resolution of the Board of Directors of the Genesee Foundation, adopted on July 6, 2005 regarding investment of monies in the Capital Replacement and Capital Improvement Funds.

Capital Replacement Fund:

1. Obligations of the US Treasury fully guaranteed as to principal, by the United States of America or agency thereof; either individually or through mutual funds.
2. Certificates of Deposit or obligations issued by U.S. regulated banks and Savings and Loan Associations. Certificate of Deposits shall be within the limit of insurance coverage provided by the Federal Deposit Insurance Corporation (FDIC) and/or the Federal Savings and Loan Insurance Corporation (FSLIC).
3. Obligations of Federal National Mortgage Association, Federal Home Loan Banks, Government National Mortgage Association and Federal Intermediate Credit Banks or other US Government agency securities. This policy prohibits investment in any derivative investments.
4. Investment grade commercial paper or investment grade corporate obligations for this portfolio is limited to those listed on the New York Stock Exchange, the American Stock Exchange and NASDAQ and will not exceed 25% of the total investment.
5. Money market accounts.

Capital Improvement Fund:

1. Obligations of the U.S. Treasury fully guaranteed as to principal, by the United States of America or agency thereof, either individually or through mutual funds.
2. Certificates of Deposit or obligations issued by U.S. regulated banks and Savings and Loan Associations. Certificates of Deposits shall be within the limit of insurance coverage provided by the Federal Deposit Insurance Corporation (FDIC) and/or the Federal Savings and Loan Insurance Corporation (FSLIC).
3. Obligations of Federal National Mortgage Association, Federal Home Loan Banks, Government National Mortgage Association and Federal Intermediate Credit Banks, or other U.S. Government agency securities. This policy prohibits investment in any derivative investments.
4. Money market accounts.

Investment vehicles and strategies shall be consistent with the time horizon of need for the funds being invested. Funds determined by the Finance Committee to be needed on the short term (within one year) shall be invested in instruments that shall not be subject to any erosion of principal when held to maturity. Funds which are determined to be long term (not needed for more than one year) shall allow investments to be bought and/or sold, at a premium or discount, as market conditions warrant, to maximize returns or minimize losses.

The Finance Committee of the Foundation Board shall determine