

POLICY NO:	FI 003
POLICY TITLE:	INVESTMENT POLICY
DEPARTMENT:	FINANCE
APPROVAL DATE:	43-11-95 (November 1995)
REVISION DATE:	
REVIEW DATE:	September 14 & 15, 2015 (P&P)

Legal Reference:

M.G.A. M-26.1, Section 250 and Investment Regulation 374/94

Policy Statement:

The County of Vermilion River No. 24 may make investments with its money in accordance with the Municipal Government Act M-26.1, 1994, Section 250 and with the Investment Regulation 374/94.

Purpose:

As custodians of public funds the County Council wishes to maximize investment revenue while it safeguards the interests of the taxpayers.

Guidelines:

1. The County Administrator and the Director of Finance and/or the Director of Corporate Services have the authority to manage the investments but must report monthly transaction details to the Council.
2. An investment is not to be made if it will cause an overdraft in the current bank account, requiring interim financing
3. A tendering procedure must be used for new investments, to determine where the best yield can be obtained.

Procedure:

1. Cash flow is to be projected and monitored to indicate the amount of cash available for investment and the length of time this cash will be available.
2. A combination of redeemable and non-redeemable investments may be used to get the benefits and offset the disadvantages of either type of instrument.

3. Investment proposals are to be evaluated and awarded based on four factors: Term, Liquidity, Risk and Yield.
4. If interest in current account is equivalent or near to interest yielded by investment, the funds may remain in the current account.