



POLICY & PROCEDURES

POLICY NUMBER: 1003
POLICY TITLE: Investments
CLASSIFICATION: Finance/Executive

DATE(S) AMENDED/APPROVED: May 9, 2022; February 10, 2025
NEXT REVIEW DATE: 2028

POLICY:

To maximize Association's reserve funds for financial sustainability of the Association.

PROCEDURE(S):

- The CAHIP Board shall direct the deposit of CAHIP reserves in safe conservative vehicles such as bank Certificates of Deposit or Money Market Accounts.
- The selections of investment advisors and/or investment products require approval of the CAHIP Board.
- CAHIP shall maintain a checking account and one or more savings accounts to maximize the return on CAHIP revenues.
- To ensure adequate liquidity, Certificates of Deposit (CD's) shall be laddered when possible to mature every 3 months in a 12-month period so that funds can be made accessible if needed for operations.
- To ensure that all invested funds are protected by FDIC (Federal Deposit Insurance Corporation), CAHIP shall not maintain more than the current maximum FDIC threshold at a single bank.

FINANCIAL IMPACT:

Potential expense if investment advisors are retained and subsequent fees or bank charges associated with management of these investment accounts.