

Vermont Educational and Health Buildings Financing Agency
Investment Policy

Scope

This policy covers the investments of the VEHBFA General Operating Fund.

Purpose

The purpose of the General Operating Fund (Operating Fund) is to provide income to supplement administration of current programs and provide a source of capitalization for new programs.

Goals

Preservation of principal and the achievement of real growth in excess of inflation are the goals for investing the General Fund.

Investment Guidance

The “prudent investor” rule shall be used for managing the District’s assets. The rule states, “Investments shall be made with judgment and care, under 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.”

Management

The responsibility for the management of the Operating Fund rests with the Board of Directors. The Board may delegate to the Executive Director the day-to-day responsibilities of overseeing and implementing the Investment Policy and Procedures.

Performance Evaluation Investment

Investment performance shall be monitored on an as needed basis, but no less than on a quarterly basis. The administration will measure performance against appropriate benchmarks and report the results to the Board.

Adopted: February 5, 2010