

River Valley Ranch Master Association Investment Policy

The River Valley Ranch Master Association (RVRMA) is responsible for managing the assets of the homeowners of River Valley Ranch. The Executive Board deems it necessary to adopt a policy for the investment of its cash. The overriding objective of the RVRMA's Investment Policy is the preservation of capital, while at the same time providing for liquidity requirements and optimizing the investment returns within the constraints of this policy. The following investment policies will be applied to all investments.

Procedures:

1. The following procedures will be followed to ensure the investment policies are consistent and appropriate for the RVRMA's current financial condition:
 - a. The Investment Policy shall be reviewed annually and otherwise as necessary by the Finance Advisory Committee and/or the Board Treasurer and the Executive Director for any revisions.
 - b. The Association will use a term-laddered approach to investments with money market, short term and medium term treasury bills and certificates of deposit not to exceed two (2) years.
 - c. The CD's will be spread between institutions so that all are insured under FDIC.
 - d. It will be the responsibility of the Finance Advisory Committee of the Executive Board and/or the Board Treasurer and Executive Director to identify and recommend specific investments.

2. To provide oversight on the investments, and to ensure compliance with the investment policies, the following procedures will be followed:
 - a. The Executive Board Treasurer and Executive Director will review Investment Account Statements and Financial Statements, on a monthly basis. Any accounts exceeding the FDIC insured limits will be noted.
 - b. The Executive Director will provide the Treasurer and Accountant with any information regarding operational or reserve needs to determine if the excess in the account can be moved to a liquid investment account.
 - c. The Executive Board Director and Treasurer will then agree on a dollar amount and the investment account to move out of the cash account which is in excess of FDIC limit.
 - d. The same procedure will be used for operational cash as well as reserves and capital cash reserve investment accounts.
 - e. If an investment instrument is coming to maturity, then the Treasurer and Executive Director will identify and reinvest per policy 1(b) above.
 - f. The Executive Board will receive a report at each monthly meeting.

RVRMA President

Date Adopted