



## **Reserve Investment Policy for Middlesex Beach Association**

---

### **Investment of Reserves**

The Board of Directors of the Middlesex Beach Association may invest funds held in the Capital Reserve Account and Beach Reserve Account to generate revenue that will accrue to the Reserve Fund accounts balance pursuant to the following goals, criteria, and policies, listed in order of importance:

- a. **Safety of Principal**. Promote and ensure the preservation of the Reserve Funds' principal.
- b. **Liquidity and Accessibility**. Structure maturities to ensure availability of assets for projected or unexpected expenditures.
- c. **Minimal Costs**. Investment costs (redemption fees, commissions, and other transactional costs) should be minimized.
- d. **Diversity**. Mitigate the effects of interest rate volatility upon Reserve assets.
- e. **Return**. Funds should be invested to seek the highest level of return.

### **Limitation on Investments**

Unless otherwise approved by the Board, all investments will be FDIC (Federal Deposit Insurance Corporation) insured, and/or Guaranteed by the United States Government.

### **Investment Strategy**

The investment strategy should diversify the maturity dates of fixed-income instruments within the portfolio utilizing a laddered investment approach or other appropriate approach.

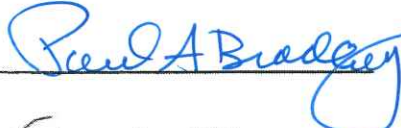
### **Independent Professional Investment Assistance**

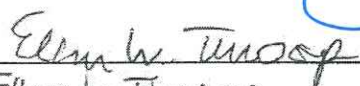
The Board of Directors of the Association may hire a qualified investment counselor to assist in formulating a specific investment strategy.

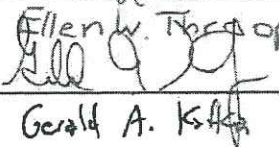
### **Review and Control**

The Board shall review Reserve Fund investments at least annually to ensure that the funds are receiving competitive yields and shall make prudent adjustments as needed.

Policy Approved by Board at meeting on June 18, 2022.

President's Signature  Date: 6/22/22

Secretary's Signature  Date: 6/22/22

Treasurer's Signature  Date: 6-21-22