

Investment Policy For St Paul And The Redeemer Episcopal Church

- 1) *Investments.*
 - a. Funds of the Church may be held in FDIC insured accounts or instruments ("FDIC Insured Instruments"), or in securities that are selected by the Investment Committee, if any, within the guidelines of Section 3 or that have been approved in advance by the Vestry ("Approved Securities") and supervised by an Investment Committee appointed by the Vestry. The Vestry may change the membership of the Investment Committee at any time. Securities may be approved by the Vestry at any time in advance of their purchase by a specifically identified issue, or as a category. The Vestry may withdraw its approval of any securities at any time and it shall become effective as to any person upon receipt of notice.
 - b. Securities that are received or held by the Church and are not Approved Securities should be liquidated as soon as possible.
- 2) *Investment Accounts.* The Church should maintain one or more investment accounts as approved by the Vestry to satisfy the following functions:
 - a. To receive donations of appreciated securities.
 - b. To hold assets that generate income for the Church, but that are not expected to be held for longer than 4 months.
 - c. To hold assets as a reserve against future needs that are expected to be held for more than 4 but less than 60 months.
 - d. For funds operating as an endowment or capital campaign.
- 3) *Risk Tolerance.* The funds of the Church should be held in investment strategies that have levels of risk and volatility appropriately matched to the time horizons of their expected use, as follows:
 - a. Assets appropriate to satisfy the first four months of the Church's anticipated expenses as reflected in the then current Budget should be held in either (i) cash, (ii) FDIC Insured Instruments that are available upon demand or in time deposits maturing prior to their expected use, or (iii) in Approved Securities that are subject to limited market volatility such as short or intermediate term bond funds, and can be readily converted into cash or will mature prior to their expected use.
 - b. Assets in excess of amounts appropriate to satisfy the needs set forth in (a) above shall be held in Approved Securities that are publicly traded debt or equity securities expected to pay interest or dividends or in mutual or index funds.
- 4) *Authority For Transactions.*
 - a. Transactions into or within the Investment Accounts may be performed by any party authorized to do so by the Vestry, so long as the transaction meets the Approved Security guidelines.
 - b. Money held in an Investment Account described in Section 2 (c) or (d) may be removed only upon prior approval of the Vestry.
 - c. The Investment Committee shall be comprised of between 2 and 4 members, and all actions by the Investment Committee will require prior approval of a majority of its members or delegated to its Chair.