

Nesmith Library Named Funds Investment Policy

The Named Funds Investment Policy is for the Named Funds only.

This investment policy assumes that interest rates will gradually increase or remain stable over the next several quarters and that the interest rate yield curve will maintain a positive or flat slope.

This investment policy is applicable for a maximum total of \$100,000 in Named Funds. If ever needed, a revised investment policy should then be developed and approved for Named Funds totaling more than \$100,000.

Named Funds' investments are restricted to conservative investments that return 100% of the principal at maturity. Examples are savings accounts, money market accounts, certificates of deposit, savings bonds, United States Treasury Securities, the NH Public Deposit Investment Pool (RSA 383:22), etc.

Investments selected will not have fees, commissions and/or service charges, etc.

If the Named Funds total less than \$10,000, the funds should reside in an interest bearing savings or money market account, or in an interest bearing sub-account within Nesmith Library's bank concentration account.

If the Named Funds total \$10,000 or more, the funds should then be invested in the conservative investment examples as listed in Step 4 above.

Investment decisions are the responsibility of the Nesmith Library Board of Trustees. Once the Named Funds program is in an operating mode, day-to-day investment operating procedures should be designed so they can be routinely performed by the library staff.

The Named Funds investment results should be reviewed at least quarterly by the Board of Trustees at a regular Trustees' meeting.

The Named Funds Investment Policy should be reviewed and approved by the Board of Trustees at least annually.

Adopted by the Nesmith Library Board of Trustees January 9, 2023