Subject: Investments

Purpose: To Establish Investment Safeguards for the Golden Rain Foundation

Objectives

Safety of principal, liquidity and marketability are significant objectives of the Golden Rain Foundation (GRF).

Investments must be flexible to meet normal and extraordinary operating needs. The maximum investment term will not exceed maturities of five years from the date of purchase.

Types of Investments

Cash management and investment transactions are to be administered by the GRF Chief Financial Officer. Investments may utilize any of the following instruments and should maintain compliance with any regulatory agencies or agreements.

Assets to be utilized may include any of the following:

1. U.S. DIRECT OBLIGATIONS are assets issued directly by the U.S. Government in the form of treasury instruments and include T-bills of varying maturities. These assets are backed by the full faith and credit of the U.S. Government.

2. U.S. GOVERNMENT AGENCIES SECURITIES are debt obligations that result from lending programs of the Federal Government. Issues have de-facto backing of the government, which provide a strong degree of safety. Despite this assurance, these issues are not backed by the full faith and credit of the U.S. Government but are instead relationship backed assets (due to the nature of the obligations as issues of government agencies).

3. CERTIFICATES OF DEPOSIT are issues provided by financial institutions of varying time frames providing higher interests than non-time restricted deposits. Assets normally are backed by the Federal Deposit Insurance Corporation (FDIC) protection to $100,000.

4. MONEY MARKET ACCOUNTS are interest-bearing accounts with interest rates normally associated with short-term Treasury Bill rates. Money Market Deposit Accounts may provide for insurance by the Federal Deposit Insurance Corporation (FDIC), or the Federal Savings and Loan Insurance Corporation (FSLIC). Money Market Deposit Accounts are also provided by non-insurance backed organizations which generally pay slightly higher yields.

5. REPURCHASE AGREEMENTS are contractual arrangements between a financial institution or dealer and an investor. The investor places the funds for a certain number of days at a stated yield. In return, the institution takes title to a given block of securities as collateral. At maturity, the securities are repurchased and the funds are repaid with interest.

Authority: Policy

6/8/92 Rev.
12/3/98 Rev.
8/31/00 Rev.
7/5/11 Rev. (Comm.)