

KISHWAUKEE UNITED WAY INVESTMENT POLICY

Investment Policy: The Board of Kishwaukee United Way (KUW) will develop a short and long term investment program for its assets considering availability of funds, security of principal and reasonable return.

Investment Procedures: The KUW Audit Committee will review the investment program annually and recommend any appropriate changes to the Board.

KUW organizational monies shall be invested in instruments selected by the Executive Committee and approved by the Audit Committee. Proper investments include:

- Checking accounts or passbook savings accounts covered by FDIC insurance.
- Money Market accounts covered by FDIC insurance, or backed by U.S Government or U.S. Government Agency obligations.
- Certificates of Deposit covered by FDIC insurance.

While it is preferable to spread the deposits among the institutions that support KUW, actual decisions should take into account current interest rates and operating efficiencies by United Way staff.

Endowment Policy: The Endowment Fund is a permanent investment fund, which allows individual donors to create a perpetual gift. A KUW Endowment Fund at the DeKalb County Community Foundation has been established for the purposes of offsetting general operating costs and providing more allocable dollars for community investment. The Endowment Fund is donor-restricted for the purpose of drawing annual interest earned on the Fund's balances. The principal will remain in the Endowment Fund.

Endowment Procedure:

1. Objectives of the Endowment Fund

- Attract major gifts, which would otherwise not be made to United Way.
- Ensure the long-term viability of Kishwaukee United Way.

2. Operation of Endowment Fund

- All contributions to the DeKalb County Community Foundation Kishwaukee United Way Endowment Fund, which are not in the form of cash, shall be liquidated immediately and converted to cash pending future investment. This would include stocks (readily marketable securities), bonds, land or other real assets.
- The Finance Committee shall review all proposed gifts in kind and determine whether or not to accept such a gift.
- Interest dividends will be used for annual operating costs for KUW.
- The principal will remain in the Endowment Fund.