PURPOSE

Jacksonville State University from time to time has public and endowment funds that may be invested. The investment objective is to receive the highest competitive rate of return while retaining the highest security of the funds and maintaining proper cash flow for the appropriate fund. Investments are guided by good investment practices as directed by the Board of Trustees Resolution 347, dated July, 1988 (amended April 1990 and July 1992), as recommended by the National Association of College and University Business Officers (NACBO), and as allowed by the Code of Alabama.

POLICY

Jacksonville State University, as a State-supported institution, subscribes to the investment guidelines of Amendment Number 40 to the Constitution of Alabama, 1901 and authorized by the Code of Alabama 1975, § 16-13-2. Funds may be invested in U.S. Treasury obligations and instruments that are invested in financial institutions in the State of Alabama’s Security of Alabama Funds Enhancement (SAFE) Program. The Common Fund or similar funds may be used for endowment funds.

An annual report on investments will be sent to the Board of Trustees. The report will reflect the average rate of return on the different investment vehicles, and for comparison purposes, the available regional and national indices.

While the Board of Trustees retain fiduciary responsibility, through the President, the Vice President for Finance & Administration is responsible for the University investment program. The Controller is responsible for carrying out the day-to-day process. An evaluation of the strategies and this procedure will be made annually, with a written
report to the President. Any significant modification of the Investment Policy and Procedures will be recommended to the Board of Trustees as needed.

**RESPONSIBILITY**

The Vice President for Finance & Administration is responsible for this policy.

**EVALUATION**

This policy will be reviewed biennially.