

INVESTMENT POLICY

PURPOSE:

To identify the Baden Powell P-9 College investment goals, risk profile and cash flow requirements of Baden Powell P-9 College.

To establish general guidelines on how the school is to invest funds.

GOALS:

To provide the maximum funds for the future operations of the School.

The goals of the investment are to:

- Assist in providing the future building works and major repairs and maintenance works
- Provide a steady income stream to assist in the provision of programs
- Enable the School to make best use of special funding offers
- Maximise the return of any excess cash that may be held by the School from time to time

GUIDELINES:

The School Council is obliged to meet the "Prudent Investor Test" under the Trustee Act. Accordingly, they have assessed the School's risk profile as Low Risk/Low Aggressive.

The School has been identified with having 2 types of cash flow needs, summarised below:

- At call Official Account for meeting monthly expenses
- High Yield Account

The School Council is not restricted in the types of investments it may make on behalf of Baden Powell P-9 College, however all investments made must pass the "Prudent Investor Trust". This test requires that the investment bodies have the following characteristics:

- Prudentially sound and secure
- Professionally managed
- Strong financial status in its reserves, liquidity and profitability

IMPLEMENTATION:

School Council will be provided with reports – Financial Statement and Investment Register regularly. This information will provide them with the detail to make sound judgements for future investing.

All investment accounts must be recorded on the Cases21 Finance system and should be in the name of the School Council.

All investments, or changes to investments should be approved by School Council and authorised by the Principal and a School Council delegate.

School Council should monitor investments for compliance with departmental guidelines and internal controls.

EVALUATION:

This policy will be reviewed annually.