

Freedom Public Library INVESTMENT POLICY

General

This investment policy applies to all monies and other financial resources available to the Board of Trustees for investment on behalf of the library. It is the policy of the Library to invest funds in a manner that will maximize the security of the principal while satisfying cash flow demands using approved methods that will provide reasonable return. All investments will conform to applicable laws and regulations governing the investment of funds in accordance with RSAs 31:25 and 202A.

The investment guidelines that follow provide direction as to risk tolerance and general preferences. The policy will be reviewed at least annually as required by RSA 31:25 and a copy of the policy shall be filed with the state Attorney General.

Investment Objectives

The primary objectives of the library's financial investments are:

- **Preservation of Capital:** The preservation of capital is the foremost objective of the investment program. At no time should the safety of the portfolio's principal be impaired or jeopardized. All investments shall be undertaken in a manner that first seeks to preserve capital and secondly attempts to fulfill other investment objectives.
- **Liquidity:** The Library's investment portfolio is to remain sufficiently liquid to enable the Library to meet those operating requirements that might be reasonably anticipated.
- **Return on Investments (Yield):** The Library's investments should generate a reasonable rate of return without sacrificing the first two objectives.

Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence might exercise in the management of their own funds.

Asset Allocation

The Trustees authorize investments to be diversified by:

- Financial Institution
- Investment Instrument
- Maturity Scheduling

Performance Management

The Trustees shall review the performance results of CD's as they approach maturity. Other investment accounts shall be reviewed semi-annually or as changes warrant review.

Amended and approved 9 May 2024