INVESTMENT POLICY

PURPOSE

Whereas Vulcan County deems it prudent to establish a policy governing the investment of its funds in order to ensure that the rate of return on its funds is competitive while giving strong attention to the fact that the investment of its funds must remain secure.

PROCEDURE

Vulcan County hereby establishes the following investment policy:

1. Vulcan County shall perform periodic cash flow analysis in order to ascertain its cash flow needs.

2. Those funds not required by Vulcan County for imminent cash flow needs as determined by the County Administrator or individual delegated to by the County Administrator should be invested so as to ensure a competitive return is generated on those funds.

3. Investment funds not required for imminent cash flow needs shall require a competitive quoting of investment rates by approved financial institutions when deemed possible. The County Administrator is authorized to set procedures for governing the obtaining of investment rates. The County Administrator is also solely authorized to act on behalf of Vulcan County to establish the necessary agreements with authorized financial institutions for the orderly transfer of funds for purposes of investment.

4. For purposes of this policy Vulcan County shall be authorized and restricted to only those investment instruments as defined under Section 250 of the Municipal Government Act and Alberta Regulations governing the investment of public funds.

5. The competitive quoting process of this investment policy does not apply to the investment of funds on a very short-term basis. The County Administrator may choose

to exclusively utilize whatever Vulcan County accounts are available from its Financial Banking Institution for the processing of very short term funds.

6. It is acknowledged that except where a higher or more detailed standard is outlined as per this policy, the Municipal Government Act shall govern the investment of funds for Vulcan County.