

# **ALBANY CSO POOL COMMUNITIES CORPORATION**

## **INVESTMENT POLICY AND PROCEDURES**

**Adopted by the Board of November 12, 2015**

### **A. SCOPE**

This investment policy applies to all moneys and other financial resources available for investment by the Albany CSO Pool Communities Corporation (“Corporation”) on its own behalf or on behalf of any other entity or individual.

### **B. OBJECTIVES**

The objectives of the Investment Policy and Procedures of the Corporation are:

1. Investments shall conform to all applicable Federal, State, City, local contractual and other legal requirements.
2. Investments shall be made in a prudent manner so as to safeguard the funds of the Corporation.
3. Investments shall be sufficiently liquid to allow funds to meet the projected needs of the Corporation.

### **C. INVESTMENT PHILOSOPHY**

It is the investment philosophy of the Board of Directors that the portfolio assets shall be invested to preserve principal for the benefit of the Corporation and its stakeholders. Selection and asset mix will be determined by the investment manager in the context of the investment objectives and the outlook for the capital markets.

All participants in the investment process shall seek to act responsibly as custodians of the public trust and shall avoid any transaction that might impair public confidence in the Corporation.

Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the safety of the principal as well as the probable income to be derived.

All participants involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or that could impair their ability to make impartial investment decisions.

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## F. DESIGNATION OF DEPOSITARIES

The banks and trust companies that are authorized for the deposit of moneys which may be kept on deposit at any time, are:

Depository Name	Officer
<u>Pioneer Commercial Bank</u>	<u>David Farjtel</u>

Depository Name	Officer
_____	_____

Depository Name	Officer
_____	_____

## G. SECURING DEPOSITS AND INVESTMENTS

All deposits and investments at a bank or trust company, including all demand deposits, certificates of deposit and special time deposits (hereinafter, collectively, "deposits") made by the Corporation that are in excess of the amount insured under the provisions of the Federal Deposit Insurance Act shall be secured by a pledge of eligible securities with an aggregate market value (as defined by the NYS General Municipal Law Section 10) that is at least equal to the aggregate amount of deposits by the officers. See Section D of this policy for a listing of eligible securities.

## H. COLLATERALIZATION AND SAFEKEEPING

Eligible securities used for collateralizing deposits made by the Corporation shall be held by a bank or trust company designated in Section F of this policy, subject to security and custodial agreements.

The security agreement shall provide that eligible securities are being pledged to secure such deposits together with agreed-upon interest, if any, and any costs or expenses arising out of the collection of such deposits upon a default. It shall also provide the conditions under which the securities may be sold, presented for payment, substituted or released and the events which will enable the local government to exercise its rights against the pledged securities.

In the event that the pledged securities are not registered or inscribed in the name of the Corporation, such securities shall be delivered in a form suitable for transfer or with an assignment in blank to the Corporation or the custodial bank. Whenever eligible securities delivered to the custodial bank or trust company are transferred by entries on the books of a federal reserve bank or other book-entry system operated by a federally regulated entity without physical delivery of the evidence of the obligations, then the records of the custodial bank or trust company shall be required to show, at all times, the interest of the government in the securities as set forth in the security agreement.