

**TITLE: INVESTMENT POLICY**

The Dean of Business Services is authorized to invest funds of the college as provided in applicable law, including, but not limited to, MCL 389.142, as amended.

- A. Bonds, bills, or notes of the United States, or of any agency or instrumentality of the United States, or obligations of this state.
- B. Negotiable certificates of deposit, savings accounts, or other interest-earning deposit accounts of a financial institution. As used in this subdivision, "financial institution" means a bank that is a member of the Federal Deposit Insurance Corporation, a savings and loan association that is a member of the Federal Savings and Loan Insurance Corporation, or a credit union whose deposits are insured by the National Credit Union Administration.
- C. Bankers' acceptances that are issued by a bank that is a member of the Federal Deposit Insurance Corporation.
- D. Commercial paper that is supported by an irrevocable letter of credit issued by a bank that is a member of the Federal Deposit Insurance Corporation.
- E. Commercial paper of corporations located in this state rated prime by at least one of the standard rating services.
- F. Mutual funds, trusts, or investment pools composed entirely of instruments that are eligible collateral.
- G. Repurchase agreements against eligible collateral, the market value of which must be maintained during the life of the agreements at levels equal to or greater than the amounts advanced. An undivided interest in the instruments pledged for these agreements must be granted to the community college.
- H. Investment pools, as authorized by the Surplus Funds Investment Pool Act, 1982 PA 367, MCL 129.111 to 129.118, composed entirely of investments that are legal for direct investment by the college.
- I. Funds shall be invested or deposited in a financial institution consistent with state law.

Monies in the several funds of the college shall not be commingled for the purpose of making an investment authorized by this policy and all earnings on investments shall become a part of the funds for which the investment was made.

The Dean of Business Services shall submit a monthly report to the Board of Trustees of all investments by the college.

Date of Adoption: 11/27/84

Revised: 10/28/86, 2/26/92, 3/31/93, 2/24/98, 6/29/99, 8/28/12