



OCEAN SHORES FOOD BANK RESERVE INVESTMENT STRATEGY POLICY

Purpose

The purpose of the Ocean Shores Food Bank (OSFB) is to ensure that no one in the community goes hungry by making available supplemental and emergency food to all who are in need.

Investment Strategy Philosophy

The OSFB philosophy for investing **Board-Designated Asset Reserves** is to layer the maturity dates over a three-year window by investing approximately one-third of the total allocated **Board-Designated Asset Reserves** in a:

- CD (# 30892 - maturity 2-28-19) (or equivalent) with a one-year maturity date renewed in 2020 with a three-year maturity date (of 3-2023)
- CD (# 30886 – maturity 3-31-19) (or equivalent) with a two-year maturity date renewed in 2021 with a three-year maturity date (of 3-2024)
- CD (#30902 – maturity 3-31-22) (or equivalent) with a three-year maturity date renewed in 2022 with a three-year maturity date (of 3-2025)

Given CD (or equivalent) restrictions on deposits with the term on the instrument, the balance awaiting deposit into the CD (or equivalent) will be maintained in the OSFB Money Market Account.

The OSFB regular savings and checking accounts will be used for day to day cash-flow needs of the organization.

Allocated Board-Designated Asset Reserves as of 12-31-2018

The **Board-Designated Net Asset Reserve** allocated as of the end of 2018 and reported on OSFB 990 form are:

\$22,500	Operations Emergency Reserve.
\$20,000	Community Emergency Food Reserve.
\$102,541	Facility Long Term Needs Reserve.
\$145,041	Total Allocated Board-Designated Asset Reserve.

Board-Designated Asset Reserve Caps

The **Board-Designated Net Asset Reserve** strategy caps were established at the January 9, 2019 Board meeting:

- The Operations Emergency Strategy has a designated cap of \$50,000.
- The Community Emergency Food Strategy has a designated cap of \$20,000.
- The Facility Long Term Needs Strategy has a designated cap of \$200,000.

The total **Board-Designated Net Asset Reserve** has a cap of \$270,000.

This OSFB Reserve Investment Strategy Policy was adopted at the February 13, 2019 Board meeting