CASH BALANCES / INVESTMENTS

POLICY

The overall objective is to provide the highest possible income support with the lowest reasonable risk of principle loss.

General Investment Principle
Investments shall be made solely in the interest of Sherman College of Chiropractic, Inc.

Investments shall be so diversified as to minimize the risk of large losses, unless under the circumstances it is clearly prudent not to do so.

Cash management and investment responsibility shall reside with the executive vice president. He/she shall invest and manage and/or oversee the management of all investments within the guidelines of this policy. He/she shall have the authority to open accounts with banks, and/or investment firms and/or commercial paper institutions to implement this policy.

Adequate quantities of cash shall be held at all times, in short term cash equivalents, to provide safety, liquidity, and return. Expected net cash flow and spending projections must be considered in all investment activity. Maturities of the investments must be managed to create the necessary liquidity to meet projected expenditures.

The college's policy of fiscal prudence shall not preclude the consideration of moral, ethical and social criteria in determining companies in which to invest. The college will take an active role in pursuing shareholder resolutions through proxy resolutions and other means to further its goal of investing in firms that produce safe and useful products in accordance with moral, ethical, and social criteria.

The Board of Trustees has adopted an Investment Policy Statement (IPS) to guide management of Sherman College investments. This IPS is subject to periodic review by the Board of Trustees, and all changes are subject to approval by the Board of Trustees.