Capital District, Kiwanis International
Board of Trustees Meeting
May 7, 2021 - Agenda Point
Finance Policy Change

Background
Please refer to March 2021 finance committee report.

Required Board Action

Motion to be made:
The Capital District Board of Trustees moves to revise Policy Statements Section 11, B.e.

e. The investment objectives shall be to manage ~~provide~~, through an active ~~management~~ advisory relationship, ~~long term results that equal or exceed various investment indices such as the Standard & Poor's 500 Index, Lipper Bond Index, Intermediate Government/Corporate Bond Index, or similar.~~ investments of 60% equities and 40% fixed income against a blended benchmark using 60% of the Russell 1000 Index and 40% of the Bloomberg Barclays
Intermediate Government/Credit TR Index.

~~ii. Funds in excess of the required reserve may be invested in either fixed income or equities. The amount of funds invested in equities may be determined by the District Finance Committee with the target of having no more than 50% invested in equities (based on cost). The balance of funds shall be invested in fixed income (CD's, investment grade corporate bonds or government Securities).~~
~~iii. No industry group/sector may constitute more than 10% of the assets of the portfolio. The maximum maturity of any fixed income security will be ten (10) years and the average maturity of all fixed income securities will not exceed five (5) years.~~

Operational Impact
The wording for the relationship with the investment firm is more accurate.

Financial Impact
Potential to generate additional funds, though there is some risk involved.