

FANSHAWE COLLEGE
BOARD OF GOVERNORS' POLICY MANUAL

CATEGORY B - BOARD PROCESS

TITLE: Investment Policy

POLICY NUMBER: D-17
EFFECTIVE DATE: 2026 04 30
REFERENCE: 56201, 62501

THE POLICY:

1. The President shall not fail to:
 - a. Invest surplus and endowed funds following a prudent and responsible approach aligned with short-term, medium-term and long-term strategies for investments depending on cash management needs;
 - b. Adhere to a Statement of investment Principles maintained by the Audit Committee of the Board of Governors;
 - c. Keep the Board informed with investment practices and the statement of Investment Principles;
 - d. Keep the Board informed with respect to the risks associated with the investment portfolio;
 - e. Recognize the Ministry's Binding Policy Directive regarding Banking, Investments and Borrowing.
2. Oversight of the investment portfolio will be provided by the Audit Committee of the Board of Governors through its regular meetings.

MONITORING:

The President shall provide to the Board of Governors an annual monitoring report that:

- a. Provides evidence demonstrating compliance with this policy
- b. Identifies any changes to the Statement of investment Principles
- c. Describes the performance of the investment portfolio
- d. Identifies risks associated with the investment portfolio

DEFINITIONS:

Endowed funds – donations where the principal amount remains intact, while investment income is available for immediate disbursement as awards, scholarships and bursaries.

Long-term investments – investments with a term greater than three years, including restricted or endowed funds.

Medium-term investments – investments held to fund capital projects with a term of greater than one year, and less than three years.

Short-term investments – investments with a term of one year or less.

Surplus funds – available cash not required for operations within the next 90 days.