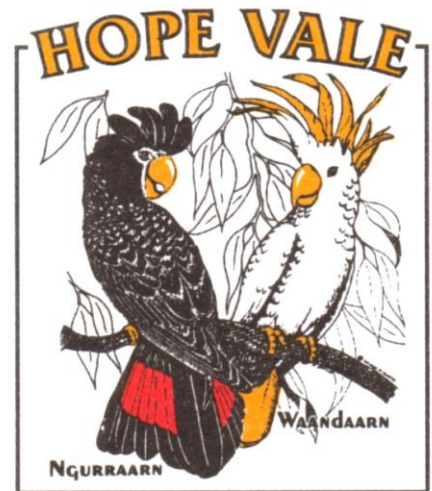


HOPE VALE ABORIGINAL SHIRE COUNCIL



Investment Policy

Document Control

Document Details:

Document Reference Number: 0005/09

Version Number: 5

Business Unit: Finance

Scheduled Review Date: Annual

Version History

Version Number	Date	Signature	Reason / Comments
1	28 June 2011		Council Resolution
2	20 March 2013		Council Resolution
3	19 February 2013		Council Resolution
4	18 January 2017		Council Resolution
5	21 February 2018		Council Resolution

INVESTMENT POLICY 2017-2018

ORIGIN/AUTHORITY

Statutory Bodies Financial Arrangements Act 1982
Statutory Bodies Financial Arrangements Regulations 2007
Local Government Act 2009
Section 191
Local Government Regulation 2012

OBJECTIVES

1. Hope Vale Aboriginal Shire Councils overall objective is to invest its fund at the most advantageous rate of interest available to it at all time, for the investment type, and in a way that it considers most appropriate given the circumstances.
2. This policy applies to the investment of all surplus funds held by Hope Vale Aboriginal Shire Council. For the purposes of this policy, investments are defined as arrangements that are required or undertaken for the purpose of producing income and/or capital gains.

POLICY STATEMENT

3. Investment Authority

Local Governments have authority to exercise Category 1 investment powers under Part 6 of the *Statutory Bodies Financial Arrangements Act 1982*.

4. Delegations

The Chief Executive Officer, or sub-delegate, has been authorised to invest Hope Vale Aboriginal Shire Councils operating funds in investments consistent with this Investment Policy and legislation.

5. Investment Guidelines

The structure and features of Councils investments are to be consistent within the time horizons, risk parameters, liquidity requirements and operational guidelines of Council as set out below:

5.1. Quotations on investments

No less than three (3) quotations shall be obtained from authorised institutions when an investment is proposed. Investment with the Queensland Treasury Corporation Capital Guaranteed Cash Fund does not constitute an investment decision requiring three (3) quotes.

In assessing fair value of quotes obtained, the risk of the entity providing the return must be considered. The fair value calculated provided by the Queensland Treasury Corporation can be used to assist in this evaluation.

5.2. Term to maturity

The term to maturity of any Councils investments may range from at call to one (1) year and will depend on Councils future cash flow requirements, credit risk guidelines and the prevailing outlook regarding interest rates.

5.3. Diversification/credit risk

When placing investments, consideration will be given to the relationship between credit rating and interest rate.

5.4. Liquidity

Refers to Councils ability to access funds in the short-term to meet the day to day liquidity requirements. Council will seek to minimise the costs of failing to adequately manage day to day liquidity needs through monitoring cash flow requirements, establishing and maintaining procedures for cash balancing and evaluating investment options for surplus funds.

Adopted by Council on the 21 February 2018

Resolution Number:

Shannon Gibbs
Director of Finance

06/02/2018