



STATUTORY POLICY

Investment



Investment Policy

Policy Purpose and Scope

The purpose of this policy outline the process of investing Council's funds.

Scope

This policy applies to all cash funds of the Council.

Policy Statement/Details

Council must only undertake investments within the framework set out in the Statutory Bodies Financial Arrangements Act in relation to Category One investments.

All investments must be denominated in Australian money.

Investments must have a minimum long term credit rating of A (Standard & Poor's, Fitch, or Moody's Australian Ratings) or better.

Any surplus funds will be invested to capitalise on maximum return. Prior to any investment being undertaken a future cash flow analysis will be completed to determine the amount of surplus funds available for investment and the effective term of such investment.

A risk assessment should be undertaken on each investment based on the credit rating and cash flow requirements of Council.

The monthly financial report to Council will identify the interest received year to date as a line item.

For audit purposes, bank statements must be obtained from the bank managers confirming the amounts of investment held on Council's behalf at 30 June each year.

Authority in respect of this policy is delegated to the Chief Executive Officer and the CEO may delegate the authority to an appropriate position.

Related Policies and Legislation

Statutory Bodies Financial Arrangement Act 1982