



# Investments Policy

## Purpose and Scope

This policy ensures library funds are invested responsibly, with consideration of safety, return, and availability. It applies to all invested funds of the library.

## Policy

- All investments must be made through banks or financial institutions approved by the Board.
- Funds must be invested to meet both the daily cash flow and the long-term needs of the library.
- As an association library, Caledonia Library may invest in a broader range of options than public libraries, including bonds, mutual funds, and other prudent instruments, provided risks are considered and understood by the full Board.
- Investments must remain consistent with the Board's fiduciary responsibility and the library's mission.
- Investments will be included in the annual budget.
- The Treasurer will provide a report on all investments at each Board meeting.
- All investments must be collateralized or insured as required by law.

## Authority and Oversight

The Board approves all investments and reviews reports at each meeting.

*Approved 5/26/15, Amended 2/23/16, Amended 6-30-20,  
Amended and approved: 9/30/2025*