

# Taunton Housing Authority

## Investment Policy

**OBJECTIVE:** To prudently invest the maximum funds for the longest term at the highest interest rate, thereby realizing the greatest return on all cash not currently needed for the daily operation of the Authority.

The Authority may invest any of its funds not immediately needed in any of the following:

1. Time deposits in any credit union, bank, savings bank, trust company, or savings and loan association which is authorized to transact business in Massachusetts if the time deposits mature in not more than three years.
2. Bonds or securities issued or guaranteed as to principal and interest by the federal government, or by a commission, board, or other instrumentality of the federal government.
3. Bonds or securities of any county, city, vocational/technical district, village, town, or school district in Massachusetts.
4. Any security which matures or which may be tendered for purchase at the option of the holder within not more than seven years of the date on which it is acquired, if that security has a rating which is the highest or second highest rating category assigned by Standard & Poor's, Moody's, or a similar nationally recognized rating agency or if that security is senior to, or on a parity with, a security of the same issuer which has such a rating.
5. Financial transactions in which a public depository, agrees to repay funds advanced to it by the local government plus interest, if the agreement is secured by bonds or securities issued or guaranteed as to principal and interest by the federal government.
6. All investments in any institution will be required to be collateralized by approved United States Government Securities. Such collateral must at all times be of market value at least equal to the amount of the uninsured portion of the deposit.

Adopted January 20, 2016