**Tennessee Fuel and Convenience Store Association-- Investment Policy**

The Association shall maintain all cash and working capital needed on a daily basis in an interest bearing account with a federally insured bank. To achieve incremental returns, these funds may be invested in overnight purchase agreements with any member bank of the U.S. Federal Reserve System.

**Surplus Working Capital**

Surplus working capital will be invested in such a manner to ensure the earning of an acceptable yield and which minimize risks for loss of principal. Short term investments shall be made in debt instruments having at least a Standard and Poors (A-1) and Moody’s (P-1) credit rating; long term investments shall have credit ratings of at least S&P (A) and Moody’s (A).

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| --- | --- |
| Permitted Investments | Investment Limit |
| 1. Repurchase Agreements-Federal Government issues
 | Unlimited |
| 1. U.S. Treasury Bills, notes and bonds
 | Unlimited |
| 1. U.S. Government Agencies
 | Unlimited |
| 1. Tax Exempt municipal and tax advantage securities
 | Limited |
| 1. Corporate Bonds and Notes
 | Limited |
| 1. Certificates of Deposit
 | Limited |
| 1. Money Market funds or tax-free money market funds of whose assets consist substantially of the above described securities
 | Limited |

Permitted investments that are limited cannot exceed the greater of $200,000 or 25% of the entire investment portfolio with any one company or entity in the aggregate for all types of permitted investments as listed above.

The TFCA Finance Committee is authorized to approve investments in mutual funds that invest in similar securities as described above or derivatives that are related to those securities.

No investment shall be made which could constitute a conflict of interest with the stated purposes and mission of the Association or violate any provisions of state or federal anti-trust guidelines.

The following personnel shall be authorized to execute investment decisions:

1. President
2. Treasurer
3. Assistant Treasurer

Revised: June 20, 2013