

LOKER UNIVERSITY STUDENT UNION, INC. INVESTMENT POLICY

State of California Law and the Trustees of the California State University limit the investment instruments into which student center fee monies may be placed. Student center fees may be deposited or invested only in certain institutions or investment mediums, including:

- Qualified banks
- Qualified savings and loan associations
- The centralized state treasury system, or
- Purchase of any securities authorized for investment by section 16430 of the Government Code or investment by the Treasurer in those securities,
- Participation in funds which are exempt from federal income tax pursuant to Section 501(c)3 of the Internal Revenue Code and which are open exclusively to nonprofit colleges or independent schools,
- Investment certificates or withdrawable shares in federal or state credit unions, if the credit unions are doing business in this state and have their accounts insured by the National Credit Union Administration and if any money so invested or deposited or invested in certificates, shares or accounts fully covered by such insurance.

All monies received by the state university from any agency of the state or federal government for the payment of student body organization membership fees of student attending the state university shall be deposited or invested as provided above.

The Loker University Student Union, Inc. considers its responsibility as manager of funds collected as the student center fees on campus of CSU Dominguez Hills to require both diligence and prudence. As such, the Loker University Student Union, Inc. will consider only those investment options that completely safeguard these funds while returning a reasonable rate of interest.

Unless specifically authorized by the Board of Directors, all excess cash maintained locally (on campus) will be invested in the Local Area Investment Fund through the State Treasury.