

# STATEMENT OF INVESTMENT POLICY, OBJECTIVES, AND GUIDELINES

## THE OHIO PROVIDER RESOURCE ASSOCIATION

### 1. GENERAL INFORMATION

#### SCOPE OF THIS INVESTMENT POLICY

This statement of investment policy reflects the investment policy, objectives and constraints of the entire Ohio Provider Resource Association

#### PURPOSE OF THIS INVESTMENT POLICY

This statement of investment policy is set forth by the Finance Committee of the Board of Directors of the Ohio Provider Resource Association in order to:

1. Define and assign the responsibilities of all involved parties.
2. Establish a clear understanding for all involved parties of the investment goals and objectives of Fund assets.
3. Offer guidance and limitations to all Investment Managers regarding the investment of Fund assets.
4. Establish a basis for evaluating investment results.
5. Establish the relevant investment horizon for which the Fund assets will be managed.

In general, the purpose of this statement is to outline a philosophy and attitude which will guide the investment management of the assets toward the desired results. It is intended to be sufficiently specific to be meaningful, yet flexible enough to be practical.

### II. ASSIGNMENT OF RESPONSIBILITY

#### FINANCE COMMITTEE OF THE BOARD OF DIRECTORS

The Finance Committee of the Board of Directors is charged by law with the responsibility for the management of the assets of the Fund. The Finance Committee of the Board of Directors shall discharge its duties solely in the interest of the Fund, with the care, skill, prudence, and diligence under the circumstances then prevailing, that a prudent man, acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of a like character with like aims. The specific responsibilities of the Finance Committee of the Board of Directors relating to the investment management of Fund assets include:

1. Projecting the Fund's financial needs, and communicating such needs to the Investment Managers.

2. Determining the Fund's risk tolerance and time horizon and communicating these to the appropriate parties.
3. Establishing reasonable and consistent investment objectives, policies and guidelines which will direct the investment of the Fund's assets.
4. Prudently and diligently select qualified investment professionals.
5. Regularly evaluating the performance of the Investment Managers.

### III. INVESTMENT MANAGEMENT

The investment manager will be expected to manage the assets within the Fund. The investment manager will be asked to report, on a timely basis, investment performance. Performance will be measured in comparison to the blended performance of the portfolio compared to its blended benchmark. The investment manager will communicate any major changes to economic outlook, investment strategy, or other factors which affect implementation of investment process, or the investment objective progress of the Fund's investment management.

### IV. GENERAL INVESTMENT PRINCIPLES

#### GENERAL GUIDELINES

1. The fund shall be invested with the care, skill, prudence and diligence under the circumstances then prevailing that a prudent man acting in like capacity and familiar with such matters would use in the investment of a fund of like character and with like aims.
2. Investment of the Fund shall be diversified through different asset classes.
3. The Finance Committee of the Board of Directors may employ one or more investment managers of varying styles and philosophies to attain the Fund's objectives.

#### INVESTMENT MANAGEMENT POLICY

1. Preservation of Capital- Consistent with their respective investment styles and philosophies, investment managers should make reasonable efforts to preserve capital, understanding that losses may occur in securities.
2. Adherence to investment Discipline – Investment managers are expected to adhere to the investment management styles for which they were hired. Managers will be evaluated regularly for adherence to investment discipline.
3. Risk Aversion- The investment managers are to make reasonable efforts to control risk, and will be evaluated regularly to ensure that the risk assumed is commensurate with the given investment style and objectives.
4. Risk Tolerance- should be monitored quarterly with the finance committee but maintain a conservative risk tolerance in the account.

## INVESTMENT OBJECTIVES

The Finance Committee of the Board of Directors believes that grants to be made in the future are as important as grants made today. This is consistent with the philosophy that this Association is to exist in perpetuity, and therefore, should provide for grant making in perpetuity. To attain this goal, the overriding objective of this Association is to maintain purchasing power. The overall objective of the Associations portfolio is to grow the aggregate portfolio value at the rate of inflation over the Association's investment horizon.

## ASSET TYPES

The portfolio will be managed utilizing the following classes of assets:

1. Fixed income securities and their equivalents
2. Equities, Convertible Notes and Bonds, Preferred Stocks, Commodities, and their equivalents
3. Cash equivalents
4. Mutual funds which invest in securities as allowed in this statement

## INVESTMENT POLICY REVIEW

To assure continued relevance of the guidelines, objectives, financial status and capital markets expectations as established in this statement of investment policy, the Board of Directors plans to review investment policy at least annually.



Adopted 11/17/2016