Georgia State University Policy

5.10.06 Endowment Funds--Investment Type, Asset Allocation and Diversification (21-00-10.5)

Policy Summary

Endowment funds may be invested in cash and cash equivalents, U.S. Government and Agency securities, certificates of deposit, banker's acceptances, corporate bonds, commercial paper, common stocks, and pooled investment funds.

Full Policy Text

Endowment funds may be invested in cash and cash equivalents, U.S. Government and Agency securities, certificates of deposit, banker's acceptances, corporate bonds, commercial paper, common stocks, and pooled investment funds.

Endowment funds may be invested in the Total Return Fund.

Asset allocation is determined based on the objectives of the endowment fund. The investment objective of the Total Return Fund is to maximize long term growth of income and principal. The asset allocation, as defined in the Total Return Fund profile, is as follows:

"The fund will seek its objectives by investing in common stocks, US Government and Agency bonds, corporate bonds, convertible bonds, and cash equivalents. A typical asset allocation will be 50-79% equities, 35-40% fixed income and the remainder cash equivalents."

Administration of Policy

Mandating Authority:
Board of Regents Business Procedures Manual

Responsible Office(s):
Comptroller's Office, 400B Sparks Hall, 3-3070

Responsible Executive(s): SVP for Finance and Administration

Policy History

Approving Body: Board of Regents

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<thead>
<tr>
<th>Position Title</th>
<th>Campus Location</th>
<th>Phone Number and/or E-mail Address</th>
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<tr>
<td>Comptroller</td>
<td>400B Sparks Hall</td>
<td>404-413-3070</td>
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Rationale or Purpose
None given.

Definitions

<table>
<thead>
<tr>
<th>Word, Phrase, or Acronym</th>
<th>Definition</th>
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<tr>
<td>Endowment funds</td>
<td>Gifts from donors subject to restrictions that the principal be invested in perpetuity</td>
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Additional Information
None

Additional Helpful Resources