



Franci Sassin <fsassin@exed.org>

Fwd: Quick follow-up

1 message

Sue Park <spark@yumingschool.org>
To: Franci Sassin <fsassin@exed.org>
Cc: Yiaway Yeh <yyeh@yumingschool.org>

Tue, Mar 21, 2023 at 10:45 AM

Hi Franci,
See KIPP Bay Area's Investment Policy attached. Thank you!

----- Forwarded message -----

From: **Yiaway Yeh** <yyeh@yumingschool.org>
Date: Mon, Mar 20, 2023 at 7:44 PM
Subject: Fwd: Quick follow-up
To: Sue Park <spark@yumingschool.org>

FYI on KIPP's Investment Policy from Beth.

----- Forwarded message -----

From: **Beth Thompson** <sutkus.thompson@gmail.com>
Date: Tue, Mar 14, 2023 at 4:45 PM
Subject: Quick follow-up
To: yyeh@yumingschool.org <yyeh@yumingschool.org>

Hi Yiaway --

Don't know if this is helpful but sharing just in case:

- I recommend that we look into a cash sweep account, where we hold no more than \$250K in any one bank (this is what KIPP does).
- Here is what else KIPP is doing:
 - Two months of cash and any dollars necessary for facilities construction are held in our Wells Fargo accounts. All funds in excess of the \$250K FDIC limit are swept into a 100% Treasury Money Market Fund (WOTXX).
 - All cash reserves exceeding our needs for current operations and construction are held in our Schwab investment account as follows:
 - If we have any sizeable facility investments on the horizon, we purchase a treasury for the dollar amount needed that matures at the time we need the money.
 - \$10M invested in Schwab Short Term US Treasury ETF (SCHO) for opportunistic facilities investments. The Finance Committee Cash Task Force picked SCHO because it meets our higher credit quality standards for the short-term while stretching for greater return than individual treasuries.
 - All remaining excess cash is invested in Vanguard Short Term Corporate Bond ETF (VCSH). The Finance Committee Cash Task Force picked VCSH because it meets our credit quality standards with an average maturity (3 years) approximately equal to the timing of our cash needs
- Attached is our investment policy

Best,

Beth

2 attachments

2 - Investment Policy for Board Approval.docx.pdf
82K

3/21/23, 10:50 AM

ExED Mail - Fwd: Quick follow-up



1 - Investment Policy Cover Memo.docx.pdf

82K