
 <p>HAWAII HEALTH SYSTEMS CORPORATION <i>"Touching Lives Everyday"</i></p> <p>Policies and Procedures</p>	<p>Department:</p> <p>Corporate Finance</p>	<p>Policy No.:</p> <p>FIN 0018</p>
	<p>Issued by:</p> <p>Kelley Roberson COO/CFO</p>	<p>Revision No.:</p> <p>N/A</p>
<p>Subject:</p> <p>Investments</p>	<p>Approved by:</p>  <p>HNHC Corporate Board By: Raymond Ono Its: Secretary/Treasurer</p>	<p>Effective Date:</p> <p>November 13, 2008</p>
		<p>Supersedes Policy:</p> <p>N/A</p>
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- I. **PURPOSE:** To ensure that funds of HHSC are managed wisely, to assure best returns on appropriate, safe investments.
- II. **POLICY:** Management of HHSC funds, at all levels of the system, shall be in accordance with prudent practices of public agencies and consistent with Hawaii Revised Statutes Section 36-21, PART 11. INVESTMENTS; TRANSFERS (in effect as of June 30, 2008), except where otherwise specified in this policy. (Attached)
- A. Operating Funds.** It is the policy of the Hawaii Health Systems Corporation to follow the direction of the State of Hawaii Department of Budget & Finance direction, "All funds that are in excess of immediate needs are invested in the types of investments permitted under Section 36-21, HRS. Permitted investments are based on the criteria of safety, liquidity and yield, with yield as a secondary consideration, to ensure payment of State obligations." In the case of HHSC, the purpose of this direction is to ensure payment of the obligations of the system and the regions of the system.
- B. Restricted Funds.** Restricted funds shall be invested to assure best return on investment, while avoiding imprudent risk and assuring timely availability of funds without penalty for early withdrawal.
- III. **PROCEDURE:** The Regional Systems Boards shall have responsibility for further setting policy for management of investments of cash/funds for the region, in accordance with this policy. A Regional Systems Board is authorized to establish guidelines more conservative than this policy and HRS 36-21, but not in conflict with this policy and HRS 36-21.
- IV. **APPLICABILITY:** All HHSC regions and facilities and all HHSC Corporate staff.
- V. **REFERENCE:** HRS 323F & HRS 36-21