



**BEVERLY C. TAYLOR TRUST FOR BORZOI RESCUE (BTRC)**  
**STANDING RULES – #2019-1 “INVESTMENT POLICIES”**  
(Amended January 28, 2019)

**First Meeting of the Year and BTRC Investment Policy:** With the first BTRC meeting of the year (usually January or February) the BTRC shall first elect their new officers and then appoint/reappoint the BTRC Financial Investment Advisory Board and any additional advisory board members to serve through the first meeting of the next year. At this time the BTRC will review the current BTRC Investment Policies and update with any changes made to the policies. A copy of the Investment Policies along with the finalized distribution Budget will be submitted to the BCOA BoD for approval with their first board meeting of the new year.

**Responsibilities:** The bequeathed funds gifted to the Borzoi Club of America (BCOA) by the Beverly C. Taylor Estate are to be invested and managed by the Beverly C Taylor Rescue Committee (BTRC) so as to preserve the principle of the bequeath and to provide a consistent flow of income to the benefit of the approved 501(c)3 Borzoi-Only rescue organizations in keeping with the wishes of Beverly C Taylor.

The Beverly Taylor Rescue Committee (BTRC) has four non-delegatable responsibilities:

1. Setting explicit investment policies consistent with the objectives of the fund.
2. Defining appropriate long-range objectives.
3. Ensuring that the BTRC Financial Investment Advisory Board follows the established investment policy.
4. Ensuring that appropriate bonding and insurance (and hold harmless forms) are provided to hold harmless additional protection any good faith actions taken by the BCOA, BTRC and the Financial Investment Advisory Board and appointees.

**Objectives:** With the principle bequests of the Beverly C. Taylor Estate, it is our goal to generate adequate income for distribution to the approved Borzoi-Only rescue groups. The preservation of principle is, however, the predominant aim. If there are periods when no monies are needed or the economy has declined, distributions shall not be made.

All approved Borzoi-Only rescue organizations are expected to maintain financial records on how/where BTRC funds are being spend, and when asked, provide these records to the BCOA-BTRC. The currently approved BCOA-BTRC recipient rescue group(s) are: **National Borzoi Rescue Foundation (NBRF).**

**Constraints: Eligible Asset Classes:** The BTRC Financial Investment Advisory Board has determined the following asset classes for investments of the monies of the BCOA-BTRC funds are appropriate classes for maintaining the long term perpetual goal of the original bequeath:

1. US Treasury Bills
2. US Treasury Notes and Bonds
3. Certificates of Deposit at FDIC insured banks (both short, medium and long term)
4. Corporate Bonds whose rating is maintained at least AA (including callable bonds)

5. Foreign fixed income securities
6. US and foreign preferred stock
7. Mutual funds (whose composition is primarily fixed income securities)
8. Money market mutual funds

The following asset classes are **expressly prohibited** unless determined by a ‘**super majority**’ (2/3rds or **more**) of all members of both the BTRC and the BCOA BoD.

1. Common stock (both foreign and domestic)
2. Short sales
3. Commodity investments
4. Venture capital investments
5. REITs
6. Direct real estate investment
7. The purchase of securities on margin
8. Both naked and covered call writing or purchase
9. Both naked and covered put writing or purchase
10. The purchase of foreign Treasury securities
11. The purchase (and sale) of foreign currencies

**Asset Allocation:** Because of the perpetual nature of the fund it should be **predominately invested in fixed income securities and/or funds, corporate bond funds, certificates of deposit, and US Treasury securities.** Market conditions may determine the specific allocation in these normal asset classes.

**Income:** In general, any income earned in excess of the needs for Borzoi rescue as measured from January to December 31<sup>st</sup> shall be retained and reinvested in the fund.

**Restricted Access Fund Account:** The restricted access BCOA-BTRC Schwab account fund is held for the BCOA-BTRC by **The Charles Schwab** investment firm with restricted access to the account and those funds except by previously approved BCOA members in keeping with **BTRC Standing Rule 2019-1** which specifically outlines conditions of access in the ***Annual Budget, Annual Distributions & Authorized Members Standing Rules***. No changes will be made to replace the Charles Schwab investment company as the restricted holder of the BCOA-BTRC funds unless determined by a ‘**super majority**’ (2/3rds or more) vote of all members of the BTRC and the BCOA BoD.

### **BTRC Standing Rules “Investment Policies”**

**Motion by Dee Jones, 2<sup>nd</sup> by Ron Williams to revoke Standing Rule #2016-1 “Investment Policies” and then replace and approve as amended BTRC Standing Rules-#2019-1 “Investment Policies”. Motion Carried 5-Yes, 0-No (Amended January 28, 2019)**