

**NEW JERSEY INSTITUTE OF TECHNOLOGY
RESOLUTION TO APPROVE PROPOSED UNIVERSITY
UNRESTRICTED STRATEGIC RESERVE FUND POLICY**

WHEREAS, the administration has proposed a University Unrestricted Strategic Reserve Fund Policy;

WHEREAS, the operation and oversight of the University Reserve Fund is delegated to the President, Senior Vice President for Finance and Chief Financial Officer; and the Audit and Finance Committee of the Board of Trustees;

WHEREAS, the initial target minimum amount for the University Reserve Fund is equal to three months of unrestricted operating expenses on average;

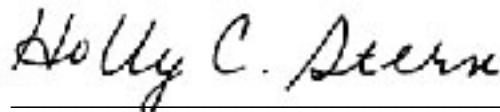
WHEREAS, to establish the University Reserve Fund, NJIT's Board of Trustees has designated approximately \$30.0 million as the beginning balance fund;

WHEREAS, the University Reserve will be funded and available in cash and cash equivalents funds, in the accordance with the risk preferences, liquidity needs, and investment objectives of New Jersey Institute of Technology. The status of the University Reserve Fund will be reported in the financial reports provided to the Audit and Finance Committee of the Board of Trustees;

WHEREAS, any funds borrowed from the University Reserve Fund for longer than six months will be paid back and/or replenished;

WHEREAS, the policy will be reviewed every three years by the Senior Vice President for Finance and Chief Financial Officer in accordance with the procedures outlined in subsection B of IV of the University Policy on the Development of University Policies.

NOW, THEREFORE BE IT RESOLVED, that the Board of Trustees adopts the University Unrestricted Strategic Reserve Policy.



Holly C. Stern, Esq.
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Legal Affairs
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