

Investing

01 All or part of the special reserve fund of the District, or any surplus monies not  
02 required for the immediate necessities of the District, may be invested as  
03 allowed by law for public funds. (Education Code 41015; Government Code  
04 16430, 53601-53609, 53635)  
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07 The Governing Board authorizes the District's chief fiscal officer to invest and  
08 reinvest such funds on behalf of the District. He/she shall make monthly  
09 reports of those transactions to the Board. The Board retains the right to  
10 revoke this authority at any time.  
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13 The Board recognizes that the District's chief fiscal officer has fiduciary  
14 responsibility for any funds invested outside the county treasury and is subject  
15 to prudent investor standards for investment decisions. As such, he/she shall  
16 act with care, skill, prudence, and diligence under the prevailing circumstances,  
17 including but not limited to the general economic conditions and the anticipated  
18 needs of the District. The investment objectives shall be to first safeguard the  
19 principal of the funds, then to meet the District's liquidity needs and, third, to  
20 achieve a return on the funds. (Government Code 53600.3, 53600.5)  
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24 (cf. 9270 - Conflict of Interest)  
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27 In order to enhance investment return, the District's goal shall be to generate  
28 an investment yield that attains or exceeds a market-average rate of return  
29 through economic cycles.  
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31 The Board recognizes the importance of overseeing investments made with  
32 District funds, including investments by the county treasurer. The  
33 Superintendent or designee shall maintain ongoing communication with any  
34 county committee established for the purpose of overseeing county  
35 investments. In addition, the Superintendent or designee shall keep the Board  
36 informed about county policies that guide the investment of these funds.  
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41 Annual Statement of Investment Policy  
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The District's chief fiscal officer shall annually provide to the Board and any District investment oversight committee a statement of the District's investment policy or, if all District surplus funds are invested with the county treasurer, the county's investment policy.

The annual investment report shall be submitted no later than the end of the first quarter of the year to which it applies.

At a public meeting, the Board shall review this policy and discuss any changes to be made. (Government Code 53646)

Quarterly Investment Reports

The chief fiscal officer of the District shall provide the Board, Superintendent, and internal auditor with quarterly reports of District investments in individual accounts that are \$25,000 or more.

(cf. 3460 - Financial Reports and Accountability)

Legal Reference:

EDUCATION CODE

41001 Deposit of money in county treasury  
41002 General fund deposits and exceptions  
41002.5 Deposit of certain funds in insured institutions  
41003 Funds received from rental of real property  
41015 Authorization of and limitation investment of District funds  
41017 Deposit of miscellaneous receipts  
41018 Disposition of money received  
42840-42843 Special reserve fund

GOVERNMENT CODE

16430 Eligible securities for investment of surplus money  
17581.5 Mandates contingent upon state funding  
27000.3 Fiduciary for deposits in county treasury  
27130-27137 County treasury oversight committees  
53600-53609 Investment of surplus  
53630-53686 Deposit of funds, especially:

Article 3  
Business and Noninstructional Operations

BP 3430

Investing

86 53635 Local agency funds; deposit or investment  
87 53646 Treasurer reports and statements of investment policy  
88 53852.5 Investment term for funds designated for repayment of notes  
89 53859.02 Borrowing by local agency  
90  
91 Management Resources:  
92 CALIFORNIA DEBT AND INVESTMENT ADVISORY COMMISSION PUBLICATIONS  
93 Local Agency Investment Guidelines, 2002, rev. 2004  
94 WEB SITES  
95 California State Treasurer's Office, California Debt and Investment Advisory Commission:  
96 <http://www.treasurer.ca.gov/cdiac>  
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98 CSBA: (2/96 6/97) 3/05  
99 Adopted:  
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