

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:

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- 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>
- 97
- 98 CSBA: (2/96 6/97) 3/05
- 99 Adopted:
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