

**Business and Noninstructional Operations**

All or part of the special reserve fund of the District, or any surplus monies not required for the immediate necessities of the District, may be invested as allowed by law for public funds. (Education Code 41015; Government Code 16430, 53601-53609, 53635)

The Board of Trustees authorizes the District's chief fiscal officer to invest and reinvest such funds on behalf of the District. He/she shall make monthly reports of those transactions to the Board of Trustees. The Board of Trustees retains the right to revoke this authority at any time.

The Board of Trustees recognizes that the District's Assistant Superintendent has fiduciary responsibility for any funds invested outside the county treasury and is subject to prudent investor standards for investment decisions. As such, he/she shall act with care, skill, prudence, and diligence under the prevailing circumstances, including but not limited to the general economic conditions and the anticipated needs of the District. The investment objectives shall be to first safeguard the principal of the funds, then to meet the District's liquidity needs and, third, to achieve a return on the funds. (Government Code 53600.3, 53600.5)

The Board of Trustees recognizes the importance of overseeing investments made with District funds, including investments by the county treasurer. The Superintendent or designee shall maintain ongoing communication with any county committee established for the purpose of overseeing county investments. In addition, the Superintendent or designee shall keep the Board of Trustees informed about county policies that guide the investment of these funds.

**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:
  - 53635 Local agency funds; deposit or investment
  - 53646 Treasurer reports and statements of investment policy

53852.5 Investment term for funds designated for repayment of notes

53859.02 Borrowing by local agency

Management Resources:

CALIFORNIA DEBT AND INVESTMENT ADVISORY COMMISSION PUBLICATIONS

Local Agency Investment Guidelines, 2002, rev. 2004

WEB SITES

California State Treasurer's Office, California Debt and Investment Advisory Commission:

<http://www.treasurer.ca.gov/cdiac>

Board of Trustees

Approved: May 23, 1996

Revised: July 18, 1996

Revised: May 8, 1997

Reviewed: May 26, 1998

Reviewed: May 13, 1999

Revised: June 18, 2020

B