

## **Business and Non-instructional Operations**

### **Investing**

The Superintendent or designee may deposit in the Los Angeles County Treasury or invest as permitted by law all or part of the special reserve fund of the district or any surplus monies not required for immediate district operations. Any investments shall be limited to securities specified in Government Code 16430, 53601 and 53635.

The Board of Trustees recognizes that the Superintendent or designee has fiduciary responsibility and is subject to prudent investor standards for all investment decisions. As such, district investments must be made with skill, pruden

ce and diligence, with the primary objective of safeguarding the principal of the funds and with the secondary objective of meeting the district's liquidity needs. In order to enhance investment return, the district's third investment objective shall be to generate an investment yield that attains or exceeds a market-average rate of return through economic cycles.

The Board 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 committees established for the purpose of overseeing county investments.

Upon request, the Superintendent or designee will provide to the Board 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.

(cf. 3020 - Fiscal Policy Team)  
(cf. 3460 - Financial Reports and Accountability)  
(cf. 9270 - Conflict of Interest)

#### 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

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**Investing (continued)**

GOVERNMENT CODE

16430 Eligible securities for investment of surplus moneys

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

Policy Adopted: March 23, 1987

Policy Revised: September 26, 2005; October 24, 2005