

# CVUSD

## Board Policy

BP 3430

### Business and Noninstructional Operations

#### Investing

\*\*\*Note: Education Code 41001 requires most school district funds to be deposited into the county treasury. Education Code 41015 allows any Governing Board which has funds in a special reserve fund of the district or any surplus monies not required for immediate district operations to invest all or part of the funds in accordance with Government Code 16430 and 53601-53609. In addition, the district may invest money in accordance with Government Code 53635 when the district pools money in deposits or investments with other local agencies.\*\*\*

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)

\*\*\*Note: Government Code 53607 allows the Board to delegate authority for investing or reinvesting district funds to the chief fiscal officer of the district for a one-year period. The chief fiscal officer shall make monthly reports of these transactions to the Board. The Board may review and renew the delegation of authority each year if desired, and has the right to revoke the authority. The following paragraph is optional.\*\*\*

The Governing Board authorizes the district's chief fiscal officer to invest and reinvest such funds *only into the Ventura County Treasury* on behalf of the district. *With regards to funds deposited in the county treasury, Government Code 27000.3 provides that the county treasurer serves as a fiduciary subject to prudent investor standards.*

\*\*\*Note: Government Code 27131 encourages a county, or city and county, that is investing surplus funds to establish a county treasury oversight committee. The county board of supervisors, in consultation with the county treasurer, shall determine the size and the categories which committee members shall represent. Pursuant to Government Code 27132, one of the members may be a representative selected by a majority of the board presidents of the school and community college districts in the county. In addition, Government Code 27133 requires that the county treasurer in any such county must annually prepare an investment policy, with specified components, to be reviewed and monitored by this committee.\*\*\*

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 committee established for the purpose of overseeing county investments. In addition, the Superintendent or designee shall keep the Board informed about county policies that guide the investment of these funds.

## Annual Statement of Investment Policy

\*\*\*Note: AB 2853 (Ch. 889, Statutes of 2004) amended Government Code 53646 to encourage, but no longer require, the district's chief fiscal officer to annually render a statement of investment policy to the Board and any district investment oversight committee. If the Board chooses to require the annual statement of investment policy, the Board must consider the policy, or any changes in the policy, at a public meeting.\*\*\*

## Quarterly Investment Reports

\*\*\*Note: Government Code 53646, as amended by AB 2853 (Ch. 889, Statutes of 2004), encourages but no longer requires the district's chief fiscal officer to provide quarterly reports of the district's investments to the Board, the Superintendent and the district's auditor. The following optional section is for use by Boards that choose to continue to require these quarterly reports. See the accompanying administrative regulation for information about the contents of the reports.\*\*\*

### 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:

#### CSBA PUBLICATIONS

Maximizing School Board Governance: Fiscal Accountability, 2005  
School Finance CD-ROM, 2005

#### 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>

CSBA: (2/96 6/97) 3/05

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