

Board File: DFA

CASH MANAGEMENT AND INVESTMENT POLICY

Second Reading Board of Education 03.05.2019

Policy Statement:

The Board of Education recognizes the importance of the prudent investment of District moneys and its responsibility in overseeing this part of the District's financial program.

This policy shall apply to the investment of all financial assets and all funds of the District over which the Board exercises financial control. In order to effectively make use of the District's cash resources, the cash associated with the general ~~_, full day kindergarten, capital projects, risk insurance, enterprise funds (nutrition services, before and after school enterprise fund, outdoor education fund), pupil activity~~ and special revenue funds shall be pooled into one investment account but accounted for separately by their fund designation. The investment income derived from the investment account shall be allocated to the funds from which such investment income accrued, unless the Board of Education directs otherwise consistent with state law. The bond and COP (certificates of participation) building funds shall each have separate investment accounts maintaining its own investments.

Each such investment account and any other periodic investments accessed to maximize interest returns shall conform to Colorado Revised Statutes C.R.S. 24-75-601.1 – Legal investments of public funds. ~~The timeframe for these investments shall not exceed the three to five years indicated but may be extended with Board of Education approval. The Superintendent is authorized to issue regulations to implement this policy. In addition, any investment decision associated with any of the above accounts shall undergo a competitive process with broker/dealers who have been authorized by the District. A minimum of two broker/dealers shall be contacted for each transaction and their bid and offering prices shall be recorded.~~

~~The bond redemption fund shall be maintained separately and the District shall maintain a third party trustee to pay debt related to bonds issued under the Colorado State Treasurer's Intercept Program conforming to C.R.S. 22-45-103 (1) (b).~~ The Board hereby delegates authority to the Superintendent and his/her designee Chief Financial Officer and Director of Finance as the investment officer(s) of the District who shall be responsible for all investment decisions and investment activities. All District funds allocated to a specific use but temporarily not needed shall be invested by the Chief Financial Officer and/or Director of Finance designee or other administrator appointed by the Board in accordance with state law and in a manner designed to accomplish the following objectives:

1. ensure the safety of funds
2. ensure that adequate funds are available at all times to meet the financial obligations of the district when due

3. ensure a market rate of return on the funds available for investment throughout the budget cycle

4. ensure that all funds are deposited and invested in accordance with state law.

The Board shall be kept informed through regular quarterly reports. These reports shall be formatted in a manner that allows the Board to evaluate the success of its investment practices in light of its stated objectives.

Adopted: June 20, 2000

Revised: December 3, 2002

Revised: July 6, 2004

Revised: October 18, 2005

Revised: August 6, 2013

Revised: _____

LEGAL REFS.:

C.R.S. 11-10.5-101 et seq.

C.R.S. 11-47-101 et seq.

C.R.S. 24-75-601 et seq.

C.R.S. 24-75-701 et seq.

CROSS REF.:

DG/DGA, Banking Services (and Deposit of Funds)

Formerly titled: DFA/DFAA, Revenues from Investments/Use of Surplus Funds