Adopted: *1/2005* *Burnsville-Eagan-Savage School District Policy 705.2*
Reviewed: *10/6/2026~~4/9/2026~~*
Revised: *4/27/2023*
Rescinds: *DFA, 705R*

705.2 OTHER POST-EMPLOYMENT EMPLOYEE BENEFITS (OPEB) INVESTMENTS

I. OPEB trust assets should be invested within the framework of a long-term investment horizon.

II. OPEB trust assets will take risks consistent with longer term asset classes with a goal of maintaining purchasing power relative to inflation and providing sufficient asset value and cash flow to fund OPEB liabilities.

III. OPEB assets will be invested in compliance with Minn. Stat. §§ 356A.06 and 118A.04.

IV. Within Minn. Stat. § 356A.06, the maximum percentage of dollars in funds invested shall not exceed 57~~31~~% of the OPEB Trust portfolio. In order to adjust for market fluctuations, the Executive Director of Administrative Services is responsible for rebalancing the mix of the portfolio semi-annually so the equity portion does not exceed 57~~31~~% of the OPEB Trust portfolio. The maximum percentage can only be changed after consultation and approval from the Superintendent and School Board.

Legal References:
Minn. Stat. § 118A.01 (Public Funds; Depositories and Investments)
Minn. Stat. § 118A.02 (Authorization for Deposit and Investment)
Minn. Stat. § 118A.03 (Depositories and Collateral)
Minn. Stat. § 118A.04 (Investments)
Minn. Stat. § 118A.05 (Contracts and Agreements)
Minn. Stat. § 118A.06 (Delivery and Safekeeping)
Minn. Stat. § 356A.06, Subd. 7 (Authorized Investment Securities)
Minn. Stat. § 471.38 (Claims)
Minn. Stat. § 471.6175 (Trust for Postemployment Benefits)

Cross References:
Burnsville-Eagan-Savage School District Policy 703 (Annual Audit)
Burnsville-Eagan-Savage School District Policy 705 (Investments)
MSBA Service Manual, Chapter 7, Education Funding
Minnesota Legal Compliance Audit Guide Prepared by the Office of the State Auditor