

Revisions to Policy CDA (Local) Other Revenues Investments – 2nd Reading

January 13, 2009

SUMMARY:

The Public Investment Act, Government Code 2256.005, requires that the governing body review the investment policy and investment strategies not less than annually.

BOARD GOAL:

VI. Growth & Change ... In pursuit of excellence, the district will:

- a. Review and adjust policies and procedures effectively to address the challenges of rapid growth and changing demographic characteristics while maintaining and enhancing our strong sense of community

PREVIOUS BOARD ACTION:

The Resolution acknowledging the Review of Investment Policy was last approved on November 11, 2008.

BACKGROUND INFORMATION:

The Investment Officers of the District are proposing that three investment types be removed from the approved list of investment options.

1. A securities lending program as permitted by Government code 2256.0115
2. Banker's acceptances as permitted by Government Code 2256.012
3. Commercial paper as permitted by Government Code 2256.013

These options have not been used by the District for at least the last 13 years. It was recommended during training that we adjust our policy to reflect the options that we would actually consider using in our investment program. This will assist us as brokers and/or pools review our policy to assure compliance with our operating practices.

SIGNIFICANT ISSUES:

None

FISCAL IMPLICATIONS:

None

BENEFIT OF ACTION:

Investment Policy reflecting the District's investment practices.

PROCEDURAL AND REPORTING IMPLICATIONS:

None

SUPERINTENDENT'S RECOMMENDATION:

Approve 2nd Reading of Policy CDA, removing the following investment types from the approved investment options:

1. A securities lending program as permitted by Government code 2256.0115
2. Banker's acceptances as permitted by Government Code 2256.012
3. Commercial paper as permitted by Government Code 2256.013

STAFF PERSONS RESPONSIBLE:

Debbie Monschke, Executive Director of Administrative Services
Ray Leake, Accounting Supervisor

ATTACHMENT:

Local Policy CDA

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____

Signature of Divisional Assistant Superintendent: _____

Signature of Superintendent: _____