

## **BP 3430 INVESTING**

Section 1. General. The purpose of this investment policy is to provide guidelines for investment of funds deemed surplus to the General Operating Fund, Construction Funds, and Special Revenue Funds by the Director of Finance. The Director of Finance will endeavor to obtain a reasonable rate of return on the aforementioned funds.

Security and safety of District Funds shall take priority over rate of return.

Section 2. Permissible Investments. The Director of Finance shall invest the District's funds through national banks in the following type of securities:

1. Bonds, notes or other obligations, direct or otherwise, of the United States;
2. Bonds, notes or other US Investment Grade Corporate obligations rated "A" or higher
  - a. Maximum allocation shall not exceed 60% of the portfolio
  - b. Maximum maturity of 5 years
3. Bonds and other evidence of indebtedness of the State of Alaska;
4. Savings Accounts, certificates of deposits, and repurchase agreements.
5. An investment pool authorized by [AS 37.23.010 through 37.23.900](#);

District funds will not be invested in securities other than those listed in (1) through (54) above without prior approval of the District Board. Invested district funds will have a maximum maturity of 5 years.

Section 3. Authorizations of Investments. All investments shall be authorized by the Director of Finance and the Superintendent of Schools or Designee. ~~following "an official action of approval" by the Board of Education.~~

Section 4. Insurance. The Director of Finance and other authorized official(s) shall not deposit funds in any depository that is not a member of the Federal Deposit Insurance Corporation (FDIC), the Federal Savings and Loan Insurance Corporation (FSLIC), or similar insurance agencies of the financial institutions.

Section 5. Control of Funds. Deposit shall be subject to withdrawal at any time upon demand of the Director of Finance and authorized official(s). The Director of Finance shall not use funds for speculation but shall invest funds in securities or obligations which will be consistent with the best interests of the District, considering first, the probable safety of the funds and secondly, the probable income to be earned. For the Investment Account, two signatures are required to authorize contributions, withdrawals or an Investment Policy Statement.

Section 6. Reporting of Investments. The current investments, and any changes to district investments, will be reported to the Board as part of the Quarterly Fiscal Report.

Adopted On: 2/20/24

**Petersburg City School District**