

Revenues from Investments/Use of Surplus Funds

This policy shall apply to the investment of all financial assets and all funds of the district over which it exercises financial control. In order to effectively make use of the district's cash resources, all moneys shall be pooled into one investment account and accounted for separately. The investment income derived from this account shall be distributed to the various district funds as directed by the Board of Education in accordance with state law.

All district funds allocated to a specific use but temporarily not needed shall be invested by business services, in accordance with state law and in a manner designed to accomplish the following objectives: insure the safety of funds, insure that adequate funds are available at all times to meet the financial obligations of the district when due, earn a market rate of return on the funds available for investment throughout the budget cycle, and insure that all funds are deposited and invested in accordance with state law.

The intent of the district is to support financial institutions located within district boundaries. Investments in institutions located outside of the district will be made when competitive rates or lack of collateral available from local financial institutions make this decision in the best interest of the district or when investment timing requires investment alternatives and short-term yields not conveniently available in the district.

The Board shall be kept informed of investments and yields

August, 2000

LEGAL REFS.: C.R.S. 11-10.5-101 *et seq.*
C.R.S. 11-47-101 *et seq.*
C.R.S. 22-45-103 (*bond redemption fund trustee or escrow requirement*)
C.R.S. 24-75-601 *et seq.*
C.R.S. 24-75-701 *et seq.*

CROSS REF.:

Administrative Policy:

DA, Fiscal Management Goals/Priority Objectives

DG, Depository of Funds

Board Policy:

EL-9, Asset Protection

[Revised June, 2004]

Lake County School District R-1, Leadville, Colorado