

**INVESTING**

As a matter of good fiscal practice the Board authorizes the Superintendent or designee to invest all or part of the special reserve fund of the district or any surplus monies not required for the immediate necessities of the district in such fashion as the law permits.

Interest earned on funds representing the proceeds of bonds of the district shall be placed in the interest and sinking fund of the district to meet the principal and interest falling due on such bonds.

Interest earned or proceeds from the sale of bonds, notes, bills or certificates, debentures or certificates, debentures or other obligations, etc., shall be reinvested or placed in the county treasury for credit to the fund(s) of the district from which they were purchased except as noted in above paragraph.

*Legal Reference:*

EDUCATION CODE

- 41001 Deposit of money in county treasury*
- 41002 General fund deposits and exceptions*
- 41002.5 Deposit of certain funds in insured institutions*
- 41003 Funds received from rental of real property*
- 41015 Authorization of and limitation investment of district funds*
- 41017 Deposit of miscellaneous receipts*
- 41018 Disposition of money received*
- 42840-42843 Special reserve fund*

GOVERNMENT CODE

- 16430 Eligible securities for investment of surplus money*
- 17581.5 Mandates contingent upon state funding*
- 27000.3 Fiduciary for deposits in county treasury*
- 27130-27137 County treasury oversight committees*
- 53600-53609 Investment of surplus*
- 53630-53686 Deposit of funds, especially:*
  - 53635 Local agency funds; deposit or investment*
  - 53646 Treasurer reports and statements of investment policy*
  - 53852.5 Investment term for funds designated for repayment of notes*
  - 53859.02 Borrowing by local agency*