

Adopted: 5/2/1995  
Revised: 6/17/2008

*Saint Paul Public Schools Policy*

705.00

## **705.00 INVESTMENTS**

The investment policy of the District shall include the following five objectives:

### **LIQUIDITY**

The Chief Business Officer shall in all transactions consider liquidity as a priority in order to supply cash when needed to support the educational programs of the District.

### **SAFETY**

The District shall do business with those firms that offer the District protection in regard to safekeeping, delivery and receipt of investments. Firms that do not meet these standards shall not be considered. Local financial institutions shall be given priority over non-local institutions.

### **YIELD**

The District shall maximize its yield on investment of available cash. When funds are available for investing, several firms shall be contacted for quotes.

### **POOLED INVESTMENT CONCEPT**

Whenever possible, the District shall combine available cash from various accounts and funds in order to maximize yield. Earnings on pooled investments shall be allocated to accounts and funds based on the cash balances in those accounts.

### **BORROWING**

1. The District shall utilize the services of a municipal-bond consultant when issuing either short- or long-term obligations or when refunding existing obligations.
2. The investment activities of the District shall include short-term cash-flow analysis. The Chief Business Officer shall manage the investment of public monies so that the maturity coincides with expenditure needs.
3. The monthly and annual activities of the District shall include long-term projections. In November of each year, the Chief Business Officer shall make a cash projection that covers the current calendar year plus the subsequent calendar year. The long-term projections shall identify projected monthly cash balances over this two- year period.

The management of the District's funds shall be monitored on a daily basis.

## **LEGAL REFERENCES:**

Minn. Stat. § 118A.04

Minn. Stat. § 118A.05  
Minn. Stat. § 118A.06  
Minn. Stat. § 118A.07

**CROSS REFERENCES:**

701.00, Investments and Banking