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FINANCE AND ADMINISTRATIVE SERVICES

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AP 6320 INVESTMENTS

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References:

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Government Code Sections 16429.1 - 16429.3, 16430, and 53600 et seq.

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The Chief Business Officer is responsible for investing the funds of the District that are not required for the immediate needs of the District. Funds so invested shall follow the investment policy approved by the Governing Board in accordance with the Government Code Sections cited above and the following:

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- Funds which are not required for the immediate needs of the District shall be prudently invested in order to earn a return on such investment.

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- The preservation of principal is of primary importance. Each transaction shall seek to ensure that capital losses are avoided, whether from securities or erosion of market value.

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- The investment program should remain sufficiently flexible to enable the District to meet all operating requirements that may be reasonably anticipated in any fund. After preservation of principal, liquidity is the objective.

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- In managing District investments, District officials should avoid any transactions that might impair public confidence.

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- Investments should be made with precision and care, considering the probable safety of the capital as well as the probable income to be derived. (See Government Code Section 53600.6 regarding solvency and creditworthiness)

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Office of Primary Responsibility: Finance and Administrative Services