



**Policy**

**6320 Investments**

Investments shall be made based on the following criteria:

- The preservation of principal shall be of primary importance.
- The investment program must remain sufficiently flexible to permit the District to meet all operating requirements.
- Transactions should be avoided that might impair public confidence.

The Board of Trustees directs the investment of District monies pursuant to the requirements of the California Government Code. All District funds shall be invested in the Stanislaus County Treasury, Local Agency Investment Fund (LAIF), an FDIC insured bank account, or with a money manager for long term investments such as endowment funds. The Board of Trustees must approve deviations from this investment policy.

**References:**

Government Code Sections [53600 et seq.](#)

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**Revision Adopted:** November 4, 2020

**Last Reviewed:** November 4, 2020

## Administrative Procedure

### 6320 Investments

The Chancellor or designee 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 below and the following:

- Funds that are not required for the immediate needs of the District shall be prudently invested in order to earn a return on such investment.
- 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.
- 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.
- In managing District investments, District officials should avoid any transactions that might impair public confidence.
- 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.)

District funds maintained by the County Treasurer that are not required for the immediate needs of the District may be invested as follows:

- County Treasurer’s Investment Pool. Investment of District funds may be delegated to the County Treasurer. In accordance with county procedures, District funds may be pooled with other local agencies and invested by the County Treasurer in accordance with the investment guidelines specified by Government Code Section [53635](#) and investment policies adopted by the County Board of Supervisors.
- State’s Local Agency Investment Fund (Government Code Sections [16429.1-16429.3](#)). District funds not required for immediate needs of the District may be remitted to the State Local Agency Investment Fund (LAIF) for the purpose of investment (Government Code Section [16429.1](#)). District funds deposited with the LAIF shall be invested by the State Treasurer in securities prescribed by Government Code Section [16430](#), or the Surplus Money Investment Fund and as determined by the Local Investment Advisory Board (Government Code Section [16429.2](#)).
- Other Investments – Other investments as permitted by Government Code Sections [53600 et seq.](#), and in particular Government Code Sections [53601](#), [53601.8](#), [53635](#), and [53635.8](#) may be made by the Chancellor or designee subject to prior approval of the governing Board.

#### References:

Government Code Sections [53600 et seq.](#)

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