

E.C.S.D. ADMINISTRATIVE REGULATIONINVESTMENTS**Responsibility**

1. The Board of Trustees designates the Finance Officer to be responsible for the investment program with updates provided to the Board.
2. The Board of Trustees shall designate two board members to serve on an Investment Committee. Board members will serve one year terms with appointment determined by the Board. The committee will be comprised of the Finance Officer and the two board members. This committee will discuss investment options and strategies to maximize the rate of return but day to day investment transactions will be delegated to district staff.
3. A report of investments will be provided to the Board each quarter for their review.

**Safety**

1. The School District shall maintain an adequate balance in its Sweep account to maintain operations of the district. Generally, an optimal balance would be \$1 million dollars to ensure adequate cash flow, however this amount may fluctuate slightly above or below that amount.
2. All deposits and investments of district funds other than direct purchases of U.S. Treasuries or U.S. Agencies shall be secured by pledged collateral with a market value equal to no less than 102 percent (102%) of the deposits or investments less any amount insured by the FDIC or FSLIC. Acceptable collateral shall be limited to the securities defined in NRS 356.020 and shall be subject to inspection by the school district's independent auditor.
3. Investments of the Eureka County school District shall be limited to the following types:
  - a. Bankers Acceptances (not to exceed 20% of investment portfolio)
  - b. Repurchase Agreements (Repos)
  - c. Certificate of Deposit (CD's)
  - d. U.S. Treasury Bonds, Debentures, Bills and Notes
  - e. Commercial Paper (not to exceed 20% of investment portfolio)
  - f. Money Market Mutual Funds
  - g. Obligations of an agency of the United States of America

- (1) Federal National Mortgage Association Securities (FNMA)
  - (2) Federal Home Loan Mortgage Corporation (FHLMC)
  - (3) Federal Home Loan Bank Securities (FHLB)
  - (4) Federal Farm Credit Bank (FFCB)
  - (5) Any other agency or instrumentality of the United States with prior approval of the investment committee.
- h. Collateralized Mortgage Obligations (CMO's)
  - i. Asset-Backed Securities
  - j. Collateralized Investment Contracts

