

INVESTMENT OF SURPLUS FUNDS

Background

The purpose of this Administrative Procedure is to ensure that the District invests surplus funds as safely as possible and to attain the maximum yield.

Procedures

1. Surplus funds will be invested in the following:
 - 1.1. Securities of the Government of Canada or a province of Canada
 - 1.2. Securities, the principle and interest of which is guaranteed by the Government of Canada or a province of Canada
 - 1.3. Investments guaranteed by banking institutions, the short-term deposits of which are rated R-1 Middle or higher by the Dominion Bond Rating Service.
2. If the Dominion Bond Rating Service downgrades a banking institution, the Secretary Treasurer will refer the matter to the Board, who will determine appropriate action.
3. To ensure that the best rate is obtained, a minimum of three investment bids must be obtained before funds are invested.

Reference: Sections 20, 22, 23, 65, 74, 84, 85, 95 School Act

Approved: March 2001

Revised: August 15, 2021