



Policy: 5.28

SUBJECT: INVESTMENT OF FUNDS

Supersedes: Policy 5.11 (2001)
Effective: September 8, 2008
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Approved by: Detroit Board of Education

1.0 Policy

1.1 INVESTING

If authorized by the General Superintendent/designee, the District may invest any surplus debt retirement funds, building and site funds, building and site sinking funds, or general funds of the District. The investment shall not be deposited or invested in a bank, savings and loan association, or credit union which is not eligible to be a depository of surplus funds belonging to the state. Investments shall be made in a manner that is most favorable to the District in order to maximize earning potential, while enduring the safety and liquidity of the funds.

1.2 TYPE OF INVESTMENTS PERMITTED

These investments are restricted to certain types of investment vehicles as provided by state law, including but not limited to government securities, certificates of deposit, or appropriately rated commercial paper.

1.3 COMMINGLING OF FUNDS

Additionally, funds from two or more funds may be commingled for the purpose of making an investment except for a common debt retirement fund and authorized investment pools.

1.4 EARNINGS ON INVESTMENTS

Earnings on an investment will be deposited in the District fund from which the investment was made, with exceptions as provided by law.

Attachments to Policy 5.28: None

Legal References:

MCLA § 21.146
MCLA § 380.1223

Labor Contract References: None