

Business Operations  
Ofelia San Pedro, Deputy Superintendent

**SUBJECT: PROPOSED AMENDMENT OF SCHOOL BOARD RULE: INITIAL READING  
6Gx13- 3B-1.01, INVESTMENT OF FUNDS - PRINCIPLES**

**COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS**

The revisions to Board Rule 6Gx13- 3B-1.01, Investment of Funds - Principles, and the document, Deposit and Investment Policies for School Board Funds, which is incorporated by reference and made part of this rule, are proposed to update policies as recommended by the Treasury Advisory Committee. All references to the Investment Advisory Committee have been updated to reflect the Treasury Advisory Committee.

The revisions formalize deposit policies related to demand accounts for non-school departments from policies related to demand accounts for school sites. In addition, the revisions also clarify and remove redundancy related to highly interest sensitive securities. Permitting the Treasury Advisory Committee to approve investments dependent on an index for authorized securities improves the effective management of the District's investment portfolio.

The Treasury Advisory Committee at its meeting of February 3, 2006 reviewed and approved the recommended revisions for consideration by the School Board.

Attached are the Notice of Intended Action, and the proposed amended rule. Changes from the current rule are indicated by underscoring words to be added and ~~striking through~~ words to be deleted.

Copies of the proposed amended document, Deposit and Investment Policies for School Board Funds, which is incorporated by reference and is a part of this rule, will be forwarded to School Board Members under separate cover and will be available for inspection by the public in the Office of Board Recording Secretary, Room 924, and the Citizen Information Center, Room 158, 1450 N.E. Second Avenue, Miami, Florida 33132.

Authorization of the Board is requested for the Superintendent to initiate rulemaking proceedings in accordance with the Administrative Procedure Act for the amendment of School Board Rule 6Gx13- 3B-1.01, Investment of Funds - Principles.

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida authorize the Superintendent to initiate rulemaking proceedings in accordance with the Administrative Procedure Act to amend School Board Rule 6Gx13- 3B-1.01, Investment of Funds - Principles, and the document, Deposit and Investment Policies for School Board Funds, which is incorporated by reference and made part of this rule.

**E-200**

## NOTICE OF INTENDED ACTION

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA, announced on March 15, 2006, its intention to amend School Board Rule 6Gx13- 3B-1.01, Investment of Funds - Principles, and the document, Deposit and Investment Policies for School Board Funds, which is incorporated by reference and made part of this rule, at its meeting of April 18, 2006.

**PURPOSE AND EFFECT:** The rule is amended to reflect updated procedures for Investment of Funds - Principles, and the document, Deposit and Investment Policies for School Board Funds, as recommended by the Treasury Advisory Committee and to update references to the Committee name. In addition, to formalize deposit policies, the revisions clarify and remove redundancy for policies related to highly interest sensitive securities.

**SUMMARY:** Board Rule 6Gx13- 3B-1.01, Investment of Funds - Principles, and the document Deposit and Investment Policies for School Board Funds, is amended to reflect updated procedures recommended by the Treasury Advisory Committee.

**SPECIFIC LEGAL AUTHORITY UNDER WHICH RULEMAKING IS AUTHORIZED:** 1001.41(1)(2); 1001.42(22); 1001.43(10) F.S.

**LAW IMPLEMENTED, INTERPRETED, OR MADE SPECIFIC:** Chapter 136; 218.32; 218.38; 218.407; 218.415; 1001.42(10); 1001.51(11)(J); 1010.01; 1010.53; 1011.09; 1011.13; 1011.14; 1011.18 F.S.

IF REQUESTED, A HEARING WILL BE HELD DURING THE BOARD MEETING OF April 18, 2006 which begins at 1:00 p.m., in the School Board Auditorium, 1450 N.E. Second Avenue, Miami, Florida 33132. Persons requesting such a hearing or who wish to provide information regarding the statement of estimated regulatory costs, or to provide a proposal for a lower cost regulatory alternative as provided by Section 120.541(1), F.S., must do so in writing by April 10, 2006, to the Superintendent of Schools, Room 912, at the same address.

ANY PERSON WHO DECIDES TO APPEAL THE DECISION made by The School Board of Miami-Dade County, Florida, with respect to this action will need to ensure the preparation of a verbatim record of the proceedings, including the testimony and evidence upon which the appeal is to be based. (Section 286.0105, Florida Statutes)

A COPY OF THE PROPOSED AMENDED RULE is available at cost to the public for inspection and copying in the Citizen Information Center, Room 158, 1450 N.E. Second Avenue, Miami, Florida 33132.

Originator: Ms. Silvia R. Rojas  
Supervisor: Ms. Ofelia San Pedro  
Date: March 1, 2006

Income**INVESTMENT OF FUNDS – PRINCIPLES**

In accordance with Florida Statutes 218.415, investment activity is consistent with the policies delineated in the manual, **Deposit and Investment Policies for School Board Funds**, which is incorporated by reference in this rule and made a part hereof. The policies delineated in the manual are structured to place the highest priority on the safety of principal and liquidity of funds. The optimization of investment returns shall be secondary to the requirement for safety and liquidity.

Performance of the investments shall be in general comparable to that of the State Board of Administration with consideration for variances in duration and market fluctuations.

Establishment of Investment Treasury Advisory Committee was authorized by The School Board of Miami-Dade County, Florida, at its meeting on July 11, 1984. This ~~Investment~~ Treasury Advisory Committee shall review and recommend policies prepared by the Superintendent's staff regarding administration of Board funds. The Committee shall meet from time to time to discuss such matters as may be necessary.

The manual, **Deposit and Investment Policies for School Board Funds**, is on file in the Office of Board Recording Secretary, and the Citizen Information Center.

Specific Authority: 1001.41(1)(2); 1001.42(22); 1001.43(10) F.S.

Law Implemented, Interpreted, or Made Specific: Chapter 136; 218.32; 218.38; 218.407; 218.415; 1001.42(10); 1001.51(11)(J); 1010.01; 1010.53; 1011.09; 1011.13; 1011.14; 1011.18 F.S.

**History THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA**

Repromulgated: 12-11-74

Amended: 6-4-86; 1-20-88; 1-11-89; 10-4-89; 4-4-90; 4-24-91; 12-19-91; 9-23-92; 9-22-93; 3-8-95; 10-11-95; 8-28-96; 10-21-98; 8-25-99; 10-11-00; 6-20-01; 12-15-04