

**Policy**

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FUNDS MANAGEMENT/INVESTING

When the board, due to unforeseen contingencies in the current account because of the receipt of state aid, funds in advance of construction, etc., is holding unencumbered cash balances, such funds shall be invested at interest.

Funds of the board may be invested in bonds or other obligation of the U.S., bonds of certain federal agencies as specified by law, the New Jersey Cash Management Fund, bonds or obligations of the county, municipality or school district and public depositories located within the boundaries of the State of New Jersey provided such depositories secure public funds in accordance with state law.

The Business Administrator/Board Secretary shall include in the monthly report to the board all cash in all accounts on deposit, as well as all the investment assets of the board.

Investment of board funds may be made in the responsibility of the Board Secretary/Business Administrator, as governed by applicable statutes, provided that no commitment of this board may be put in default.

Funds of the board may be withdrawn from approved public depositories, or negotiable instruments owned by the board may be sold prior to maturity at the discretion of the Business Administrator/Board Secretary acting within the law.

The interest earned on such investments shall be combined with the general revenues of the board.

Date: 1994  
Review/Update by NJSBA: November 2008  
Readopted: March 2009

Legal References: N.J.S.A. 18A:17:9-41 Definitions of security for deposit  
N.J.S.A. 18A:17-34 Receipt and deposit of moneys  
N.J.S.A. 18A:20-37 Securities  
N.J.S.A. 18A:24-47 Payment to treasurer (proceeds of bonds)  
N.J.S.A. 52:18A-90.1 Common trust fund  
N.J.S.A. 52:18A-90.4 State cash management fund

Cross References: 3160 Transfer of funds between line items/amendments/purchases not budgeted.