

## INVESTMENT POLICY

**Purpose:** The purpose of this statement of investment policy (the “Policy”) is to set forth the investment policy of the District with respect to investments of District funds under Article 1 (commencing with section 53600) and Article 2 (commencing with section 53630) of Chapter 4 of Part 1 of Division 2 of Title 5 of Government Code. This investment policy shall be reviewed at least annually.

**Objectives:** The primary objective of the District in the management of District funds shall be to safeguard the principal of the funds. The secondary objective shall be to meet the liquidity needs of the District. The third objective shall be to achieve a return on the funds. (See, § 53600.5.)

**Legal Investments:** To the extent feasible, the district shall invest its surplus monies (cash in the treasury not required for the immediate needs of the district) in the Kern County Treasury Pool of the county or in the Local Agency Investment Fund (LAIF) of the state.

**Reporting Requirements:** The Treasurer shall present a quarterly investment report showing the status of all District investments as required by Section 53646 and shall be received and considered by the Board pursuant to subdivisions (a) and (b).

**Authorized Signers for KCTP and LAIF Transfers:** The Treasurer, General Manager and District Secretary are authorized to transfer monies between the district’s investment accounts and operating bank accounts. Transfers may be made by any one of the authorized persons.

## 2017-18 APPROPRIATIONS LIMIT

Section 1.5 of Article 13B of the California Constitution requires each local governmental entity to establish an appropriations limit for each fiscal year. The appropriations limit for fiscal year 2017-18 calculated pursuant to State guidelines and with data provided by the California Department of Finance is \$12,280,403.

1.	2016-17 Appropriations Limit	\$11,729,134
2.	California Per-Capita Personal Income	3.69%
3.	Population Change (Kern County)	0.97%
4.	Combined Growth Factor	4.66%
5.	2017-18 Appropriations Limit	\$12,280,403