

LAFCO

Santa Barbara Local Agency Formation Commission

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February 2, 2006 (Agenda)

Local Agency Formation Commission
105 East Anapamu Street
Santa Barbara CA 93101

Proposed Addition to Commissioner Handbook – Investment Policy

Dear Members of the Commission:

RECOMMENDATION

It is recommended the Commission adopt the enclosed investment policy and direct the staff to include the policy in the Commissioner Handbook.

DISCUSSION

The Commissioner Handbook contains information and policies regarding the Commission and its activities. Currently it does not contain a formal investment policy. Based upon comments by Commissioners following receipt of the recent financial audit, we are proposing the Commission adopt the enclosed investment policy to alleviate any ambiguity that may exist.

In preparing this policy we consulted with the County Treasurer staff and reviewed the County's investment policy statement. A copy of the County's Investment Policy is available in the LAFCO office if any Commissioners are interested in examining it.

Please contact the LAFCO office if you have any questions.

Sincerely,

BOB BRAITMAN
Executive Officer

Commissioners: Tim Campbell, Chair ♦ Joe Centeno ♦ Dick DeWees ♦ John Fox ♦ Bob Orach ♦ Susan Rose ♦ Bernice Stableford

♦ Jack Hawxhurst ♦ Brooks Firestone ♦ Penny Leich ♦ Cathy Schlottmann ♦ **Executive Officer:** Bob Braitman

LAFCO BUDGET AND FINANCIAL PROCEDURES

K. Investment Policy

It is the policy of the Santa Barbara Local Agency Formation Commission to keep its funds in the County Treasury as the basis to implement and manage a prudent, conservative investment program.

It is the practice of the County Treasurer to invest public funds in a manner which provides the maximum security of principal invested with secondary emphasis on achieving the highest return, while meeting the daily cash flow needs of the Investment Pool participants and conforming to all applicable State statutes and County resolutions governing the investment of public funds.