

Adopted: November 19, 2014
Revised: _____

BLUESKY CHARTER SCHOOL POLICY No. 7.9 COLLATERAL REQUIREMENTS FOR DEPOSITORIES

I. PURPOSE

The purpose of this policy is to set forth the requirements applicable to depositories when funds on deposit exceed the available federal deposit insurance.

II. POLICY STATEMENT

It is the policy of BlueSky Charter School to fully comply with state law regarding collateral at depositories.

III. DESIGNATION AND DELEGATION OF AUTHORITY

- A. When the funds of BlueSky Charter School on deposit exceed the available federal deposit insurance of the depository at the close of the depository's business day, the Financial Manager/CFO shall require the depository to furnish collateral security or a corporate surety bond executed by a company authorized to do business in the state.
- B. The Finance Manager/CFO may also allow the other forms of collateral authorized by Minn. Stat. §118A.03 subd. 2.
- C. The Finance Manager/CFO shall also ensure that the total amount of the collateral and the assignment documents required in Minn. Stat. §118A.03 subds. 3 and 4 are adhered to.
- D. The Finance Manager/CFO shall also ensure that the collateral is kept in a place of safekeeping in compliance with the requirements of Minn. Stat. §118A.03 subd. 7 and shall approve of the place of safekeeping.

Legal References: Minn. Stat. §124D.10 (Charter School Law)
Minn. Stat. §118A.03 (Collateral Required)

This policy does not constitute legal advice; any questions regarding this policy should be directed to your attorney.