

POLICY

SOMERSET COUNTY
BOARD OF EDUCATION

Date Submitted: July 20, 1999	Number: 300-6
Date Reviewed: October 25, 2005 November 18, 2008	
Subject: Revenues from Investments	Date Approved: August 17, 1999 November 15, 2005 January 20, 2009 Date Revised: November 18, 2008 Date Effective: August 17, 1999 November 15, 2005 January 20, 2009

MINOR REVISION

1. PURPOSE

To establish procedures for handling revenues earned on invested funds.

2. PROCESS

- A. Idle Cash Balance** - Whenever there occurs an idle cash balance in any system fund which, though allocated to a specific use, is temporarily not needed, such balance will be invested (either independently or as part of a local government pooling program) to the best advantage of the school system in such a manner as permitted by law.
- B. Investment** – The Director of Finance will establish procedures, including preparation of cash flow projections, which will permit the ready identification of excess funds so that they may be invested for suitable periods and at the best return without endangering prompt payment of charges against the school system.
- C. Management of Investments** - Investments will be managed by the Director of Finance and periodically reported to the Board of Education.
- D. Investment Pooling Programs** - Local government investment pooling programs will be administered through agencies named by the state treasurer.