MINNESOTA STATE COLLEGES AND UNIVERSITIES BOARD OF TRUSTEES

Agenda Item Summary Sheet

Name: Finance and Facilities Committee	Date: January 28, 2015
Title: Proposed Amendments to Policy 7.5 Financial Institution Reading	s and Investments - Second
Purpose (check one): Proposed X New Policy or Amendment to Existing Policy Approvals Required by Policy	Other Approvals
Monitoring / Information Compliance	
Brief Description:	
Board Policy 1A.1, Part 6, Minnesota State Colleges and Universities Organization and Administration, requires periodic review of all board policies. Staff reviewed Policy 7.5 this fall and proposed some revisions. The revisions were reviewed by the Office of General Counsel, cabinet, then sent out for formal consultation and received support from the presidents, employee representative groups, student associations and campus leadership groups. All comments received from the consultation were taken into consideration.	
Scheduled Presenter(s):	

Laura M. King, Vice Chancellor - CFO

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BOARD ACTION

Proposed Amendments to Board Policy 7.5 Financial Institutions and Investments (Second Reading)

BACKGROUND

Board Policy 7.5, Financial Institutions and Investments, was adopted by the Board of Trustees and became effective June 10, 2000. The policy was last reviewed on June 10, 2009 and no changes were made. Policy 1A.1, Part 6, Minnesota State Colleges and Universities Organization and Administration, requires periodic review of all board policies. Staff reviewed Policy 7.5 this fall. The first reading of the amendments to Policy 7.5 to the board took place on November 18, 2014.

PROPOSED AMENDMENTS

The proposed amendments to Policy 7.5 are reflected in the track-change copy of the policy on the following page.

REVIEW PROCESS

The proposed board policy revision was circulated in accordance with procedures to all presidents, employee representative groups, student associations and campus leadership groups. The policy review was discussed with the Leadership Council. All comments received during the review process have been examined and responses sent.

The Finance and Facilities Committee recommends the Board of Trustees adopt the following motion:

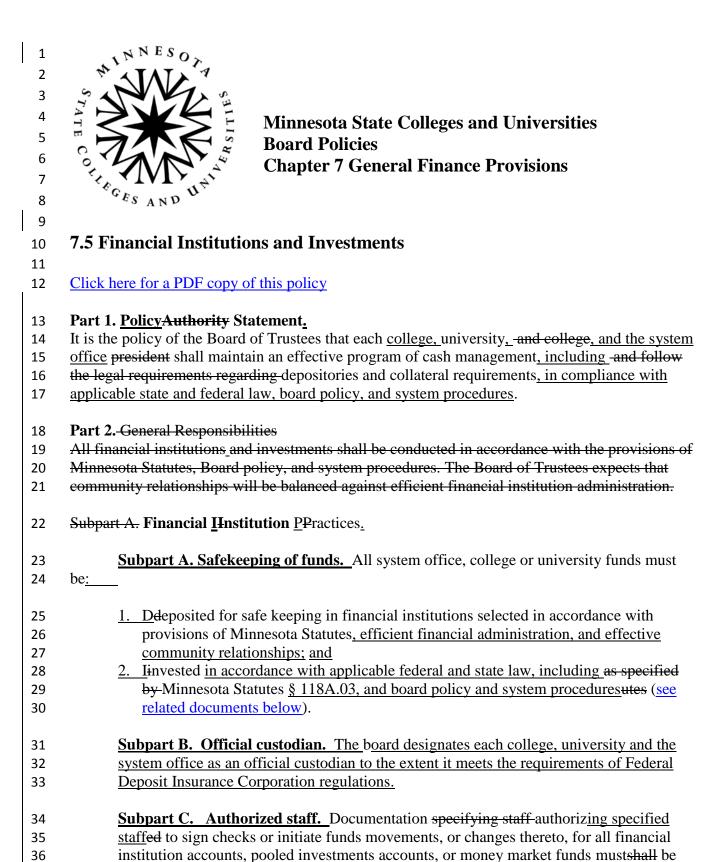
RECOMMENDED COMMITTEE ACTION:

The Board of Trustees approves the changes to Board Policy 7.5 Financial Institutions and Investments.

RECOMMENDED BOARD MOTION:

The Board of Trustees approves the changes to Board Policy 7.5 Financial Institutions and Investments.

Date Presented to the Board of Trustees: January 28, 2015



approved by the chancellor for the system office and by the president for a college or

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university.

39 40 41 42	<u>Subpart D. Collateral.</u> Agreements with dDepository financial institutions selected must shall furnish require the provision of adequate collateral to assure safety of these funds in accordance with provisions of Minnesota Statutes § 118A.03 and other applicable lawutes.
43 44	<u>Subpart E. Earned interest.</u> As permitted by statutes and system procedures, interest received on local institutional funds may be credited to appropriate accounts.
45 46 47	Subpart B. Investments Local institutional funds shall be invested in funds authorized by Minnesota Statutes and in a manner consistent with system procedures and guidelines.
48 49 50 51	Subp Part 3. C. Safekeeping Daily Deposits. All monies received by the system office, college or university shall be deposited daily, unless such receipts are less than \$250-1,000 in which event deposits may be deferred until they total such sum.
52 53 54 55	Part <u>43</u> . Accountability/Reporting. The board of <u>Trustees will shall</u> be <u>periodically</u> updated on financial institution <u>relationships</u> and investment management on an exception reporting basis and advised of any recommended policy changes.