

Board of Trustees of the Nebraska State Colleges

Business and Finance

POLICY
NAME: Depositories

POLICY
NUMBER: 6006

A. PURPOSE

To provide direction on lawful bank accounts and security requirements for those banks.

B. DEFINITIONS

None

C. POLICY

1. Local Depository Accounts

1.1. Record of Local Accounts

The Colleges have bank accounts for which they are responsible. The locations of the depository accounts, the purpose of the accounts, and the authority for withdrawals shall be reported to the System Finance Director prior to the start of each fiscal year. Any changes to the information shall be reported to the System Finance Director throughout the year.

1.2. Authorized Accounts

All cash receipts shall be deposited in banks to the credit of the individual College or to the Board, as appropriate. No deposits can be held or placed in an account in any other name.

2. State Treasurer Depository Accounts

2.1. State Treasurer Oversight

The State Treasurer is responsible for certain bank accounts used by the Colleges as depositories, for which the Colleges do not have authority for withdrawal. The State Treasurer clears the deposits in these bank accounts periodically, and the amounts cleared by the Treasurer are credited to the accounts of the individual College or Board, as appropriate.

3. Security Requirements

3.1. Legal Requirements

Each depository shall pledge a portion of its own securities as collateral for the accounts holding state funds on behalf of any of the Colleges. The collateral shall be provided using the procedures and in the forms as prescribed by the State Treasurer.

- For the accounts under the control of the State Treasurer, the collateral shall be in the amount(s) required by that office.
- Collateral for accounts under the control of the Colleges or Board shall be equal to the largest amount of funds deposited and maintained in the separate accounts during the fiscal year, less the amount covered under the bank's Federal Depository Insurance Corporation insurance.

FORMS/APPENDICES:

None

SOURCE:

Legal Reference:	Neb. Rev. Stat. 77-2301	State funds; deposit of funds; conditions
	Neb. Rev. Stat. 77-2302	Federal Deposit Insurance Corporation references; how construed
	Neb. Rev. Stat. 77-2303	State funds; depositories; bond required; approval; conditions
	Neb. Rev. Stat. 77-2304	State funds; depositories; form of bond
	Neb. Rev. Stat. 77-2305	State funds; depositories; limitations on amount deposited in any one bank
	Neb. Rev. Stat. 77-2306	State funds; depositories; security in lieu of bonds
	Neb. Rev. Stat. 77-2386 - 77-23,106	Public Funds Deposit Security Act

Policy Adopted: January 1977

Policy Revised: February 1983, February 1989, March 1994, February 1995, September 2013, November 2017, April 2022, July 2024