NORTHERN LEBANON SCHOOL DISTRICT

SECTION: FINANCES

TITLE: BANK ACCOUNTS

ADOPTED: May 12, 1987

REVISED:

608. BANK ACCOUNTS

1. Purpose SC 621	The Board shall designate one or more banks or bank and trust companies as depository for the safeguarding of school funds by a majority vote of the entire Board of School Directors. Such action requires the affirmative vote of a majority of the votes of the entire Board.
SC 523, 622 Act 72 of 1971	Each depository, before receiving any of the school funds, shall furnish proper bond, or collateral in lieu thereof, to secure the deposits of the school district for that portion of the total deposits not insured by the Federal Deposit Insurance Corporation. When specific collateral is used to secure deposits, it shall be deposited with a custodian bank or trust company in Pennsylvania under the terms of a written depositor/depository/custodian agreement which states the rights and obligations of each party and identifies the securities used as collateral, the combined market value of which shall not be less than 120% of the highest daily balance of the deposits secured. Deposit security may also be provided by pooled collateral pledged by a school depository under provisions of Act 72 of 1971 (P.L. 281).
SC 624	Every bank or trust company designated as depository for school funds shall, at the end of every month, make a report to the School Treasurer, to the Board, stating the amount of school funds deposited with it during the month, together with the balance on hand at the beginning of the month, as well as the amount of school funds disbursed by it during the month, any accrued interest paid, or due, and the balance remaining on hand at the time of making the report.