

**BOARD AGENDA ITEM**  
**November 15, 2016**

**SUBJECT:**

Changes to Policy DG Depository of Funds

**BACKGROUND:**

With realignment of the district's organizational structure a number of processes referenced in policy are no longer appropriate and do not take the districts new administrative structure into account. Current policy is vague in describing the district's depository relationship with the county treasurer and sets no limits for bank accounts.

**ADMINISTRATIVE CONSIDERATION:**

The proposed policy update clarifies the approval process for receiving state and federal funds and proceeds from bond issuances. It limits bank accounts to the number necessary to conduct the business of the district.

**RECOMMENDATION:**

Approve the proposed changes on first reading

**ATTACHMENT:**

Policy DG Depository of Funds

**PREPARED BY:**

King Laurence  
Tray Traxler

## DEPOSITORY OF FUNDS

Code **DG** Issued **2/12**

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Purpose: To establish the basic structure for the depository of funds for the district.

All incoming state and federal funds and proceeds from bond issuances for the schools are received by deposited with the county treasurer. Funds may be withdrawn by the district superintendent for the purpose of meeting district obligations or for investments. The county treasurer may periodically hold funds on the district's behalf. Any funds not automatically transferred to the district and held by the county treasurer may be withdrawn by the superintendent for the purpose of meeting district obligations or for investments.

~~The Aiken County Board of Education district will periodically request proposals for banking services for the District's General Operating and Payroll Accounts and designate such depository institution as most favorably serves the district's interests.~~

~~The board further authorizes the establishment of school food service accounts and pupil activity fund accounts in any bank, savings and loan association, or credit union in Aiken County that is insured by the Federal Deposit Insurance Corporation, or similar agency of the federal government, and that provides customary banking services.~~

~~The choice of the depository for school food service will be left to the discretion of the school principal concerned with approval of the comptroller.~~

~~The choice of depository for pupil activity fund accounts in the respective attendance areas will be left to the discretion of the appropriate academic officer or other designated administrator with due notice to the comptroller and the district superintendent.~~

In an effort to avoid an excessive number of accounts, bank accounts will be limited to the number necessary to conduct the business of the District, to include the district's general operating, payroll, school food service, pupil activity and other necessary accounts.

This action may be reviewed by the board as needed.

Adopted 1974; Revised 10/25/83, 7/23/91, 1/10/95, 10/9/01, 2/7/12

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Legal references:

A. S.C. Acts and Joint Resolutions:

1. 950 (46) 1973 - Aiken County treasurer will pay out funds collected or otherwise received for school purposes.