



3400 A

Banking Standards

Regulation 3400 A

Original Adoption: 09/12/2012

Effective Date: 09/12/2012

Revision Dates:

I. PURPOSE

Minneapolis Public Schools in compliance with state and federal law safeguards the revenues it receives partially by the choice of its depositories. The purpose of this regulation is to establish the minimum standards for district banking depositories.

II. GENERAL STATEMENT OF REGULATION

- A. Any financial institution authorized to do business in Minnesota may be designated a depository for the district. Preference may be shown to a depository that has the following characteristics:
1. is a local taxpayer;
 2. makes social and educational contributions to the community.
 3. provides services for the community.
- B. The depository must be capable of managing the average cash flow requirements of the district. Preference shall be given to those depositories that allow the smallest cash balance in district accounts.
- C. The depository must be capable of providing electronic banking services to the district.
- D. The depository must satisfy district criteria for safety and security of deposits. The depository must have the ability to secure collateral in the amounts necessary to legally cover investments and deposits.
- E. The depository must satisfy district criteria for liquidity.
- F. The depository must satisfy district criteria for return and yield on accounts.
- G. The depository must be an equal opportunity employer, lender and banking services provider.
- H. Additional district standards may be established by the Board Standing Committee on Finance in consultation with the Superintendent and Chief Financial Officer.

Legal References:

Minn. Stat. §123B.02 (School District Powers)
Minn. Stat. §123B.09 (School Board Powers)
Minn. Stat. §123B.10 (Publication of Financial Information)
Minn. Stat. §123B.14 (Board Officers, Duties)
Minn. Stat. §123B.75 (Revenue)
Minn. Stat. §123B.76 (Expenditures)



Minn. Stat. §123B.77 (Accounting, Budgeting and Reporting Requirements)

Minn. Stat. §123B.78 (Cash Flow, Revenues, Borrowing, Deficits)

Minn. Stat. §123B.79 (Permanent Fund Transfers)

Minn. Stat. §123B.80 (Exceptions for Permanent Fund Transfers)

Cross References:

MPS Policy 3400 (Banking)

MPS Policy 3405 (Accounting)