

**Policy**

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FUNDS MANAGEMENT/INVESTING

In order to generate the greatest possible income from the funds available to it, the Board of Education directs the Board Secretary to invest all temporary idle cash balances to yield the best possible rate of return at the time of investment.

Investment of Surplus Funds

The board's official bank or official depositories are hereby authorized to purchase and sell for the account of the school district obligations of the U.S. Government or any of its agencies, or certificates of deposit, as directed by the board secretary with the chairperson of the facilities/finance committee being advised of all investments.

The bank or depository is further authorized to retain such securities in its office or in the office of its correspondents for the accounts of the Mendham Borough School District.

The bank or depository is hereby directed to present any securities so purchased for collection at maturity. Advice of purchases, sales, or collections are to be furnished to the president of the board of education, board secretary, and treasurer of school monies.

Depositories

Authorized signatories and use of facsimile signature plates will be approved at the annual organization meeting and/or as needed during the school year.

First Reading: October 25, 2011  
Adopted: December 13, 2011  
NJSBA Review/Update: April 2015  
1<sup>st</sup> Reading: October 19, 2015  
Readopted: November 17, 2015

Key Words

Surplus Funds, Investment, Depositories

**Legal References:** N.J.S.A. 18A:7F-43 et seq.      School Funding Reform Act of 2008  
N.J.A.C. 6A:23A-8.1 et seq.      Budget submission, support documentation, website publication

**Possible**

**Cross References:** \*3100      Budget planning, preparation and adoption  
\*3160      Transfer of funds between line items/amendments/purchases not budgeted  
\*3220/3230      State funds; federal funds  
\*3326      Payment for goods and services

\*Indicates policy is included in the Critical Policy Reference Manual.