

1 **Bainville K-12 Schools**

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3 **FINANCIAL MANAGEMENT**

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5 Independent Investment Accounts

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7 The Board may establish independent investment accounts separate and apart from those funds
8 maintained by the county treasurer. The Board may transfer cash into an independent investment
9 account from any budgeted or non-budgeted funds. A separate account shall be established for
10 each fund from which transfers are made. The principal and any interest earned must be
11 reallocated to the fund from which the deposit was originally made.

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13 The District may either:

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15 1. Establish and use the account as a non-spending account, returning sufficient funds to the
16 county treasurer in time to pay all claims against the applicable fund; or
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18 2. Establish a subsidiary checking account and make expenditures from the investment
19 account, provided all transactions are accounted for and reported, as required by
20 applicable accounting principles. If the District desires to establish a subsidiary checking
21 account for purposes of paying for expenditures directly from an investment account, the
22 District must enter into a written agreement with the county treasurer, in accordance with
23 § 20-9-235, MCA.

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27 Legal Reference: § 20-9-235, MCA Authorization for school district investment account

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29 Policy History:

30 Adopted on: 2/25/08

31 Reviewed on:

32 Revised on: