

Adopted: July 12, 2016

Revised: \_\_\_\_\_

## **LAFAYETTE CHARTER SCHOOL POLICY No. 7.11 SAFEKEEPING OF INVESTMENTS, CONTRACTS AND AGREEMENTS**

### **I. PURPOSE**

The purpose of this policy is to set forth the requirements applicable to the safekeeping of the investments, contracts and agreements of the Board of Lafayette Charter School.

### **II. POLICY STATEMENT**

It is the policy of Lafayette Charter School to fully comply with state law regarding the safekeeping of the investments, contracts and agreements.

### **III. PERMISSABLE PLACES OF SAFEKEEPING**

A. Investments, contracts, and agreements may be held in safekeeping with:

1. Any Federal Reserve bank;
2. Any bank authorized under the laws of the United States or any state to exercise corporate trust powers, including, but not limited to, the bank from which the investment is purchased;
3. A primary reporting dealer in United States government securities to the Federal Reserve Bank of New York; or
4. A securities broker-dealer, or an affiliate of it, that meets the following requirements:
  - a. It is registered as a broker-dealer under Chapter 80A or is exempt from the registration requirements;
  - b. It is regulated by the Securities and Exchange Commission; and
  - c. It maintains insurance through the Securities Investor Protection Corporation or excess insurance coverage in an amount equal to or greater than the value of the securities held.

B. Ownership by the Board of Lafayette Charter School of all securities under paragraph III.A must be evidenced by written acknowledgments identifying the securities by the

*This policy does not constitute legal advice; any questions regarding this policy should be directed to your attorney.*

names of the issuers, maturity dates, interest rates, CUSIP number, or other distinguishing marks.

***Legal References:*** Minn. Stat. §124D.10 (Charter School Law)  
Minn. Stat. §118A.06 (Safekeeping of Investments, Contracts and Agreements)