

Marion County Board of Education

Monitoring:

Descriptor Term:

Descriptor Code:

Issued Date:

**Review:
Annually,
in January**

Investment Earnings

2.402

05/18/10

Rescinds:

Issued:

2.402

04/24/01

The building principal is authorized to invest excess internal school funds to maximize interest earnings. All investments of internal school funds shall comply with state statutes. Investment options include savings accounts, certificates of deposits, etc. Interest earned on general fund accounts shall be credited to general fund revenue. Interest earned on restricted fund accounts shall be credited to either general fund or restricted fund revenues, in accordance with the school's policies.

All funds shall be deposited into financial institutions whose deposits are federally insured. Bank account balances (including checking and investment accounts combined) must not exceed the amount federally insured unless the financial institution pledges collateral for any deposits in excess of the insured limits and the collateral is maintained in accordance with state statutes.

School food service funds shall be kept separate from other school funds and interest earned on food service fund deposits shall be credited to food service revenue.

Legal Reference:

1. *Tennessee Internal School Uniform Accounting Policy Manual*; Section 6-1

Cross References:

Deposit of Funds 2.500
Food Service Management 3.500