

207-06 CUSTODIAL CREDIT RISK—PROCEDURE

1. PURPOSE

The College invests excess funds as available to generate investment earnings. This procedure addresses the types of custodial investments allowable.

2. DEFINITION

Custodial credit risk is the risk of loss associated with custodial failure.

3. PROCEDURE

1. Bank deposits are to be fully collateralized through the Federal Deposit Insurance Corporation (FDIC). Balances in excess of the FDIC coverage limits are to be covered by bond or pledged collateral.
2. Uncollateralized investments are limited to investments with the Coconino County Treasurer Investment Pool and the Arizona State Local Government Investment Pool. All other investments by CCC are prohibited.

3. BACKGROUND

1. References: Governmental Accounting Standards Board
2. Revision history: 12/06/2017 (new)
3. Legal review: none
4. Sponsor: Business and Administrative Services

Adopted by College Council: 12/06/2017

COCONINO COMMUNITY COLLEGE