

**Sauk Valley Community College
December 21, 2020**

Action Item 4.3

Topic: **Banking Resolution**

College Health: **Metric 3, Financial Stability – The College uses its revenue conservatively. The College pursues and utilizes alternative revenue streams.**

Presented By: **Dr. David Hellmich and Kent Sorenson**

Presentation:

The availability of bank deposits and money market funds with desirable interest rates is limited in the current interest rate environment. An Insured Cash Sweep (ICS) account is a banking product that provides liquidity, security, and a reasonable rate of return, given the current environment. The ICS account with Midland States Bank is offering a rate of 0.25%, which is .15% higher than the current rate of the Illinois Funds Local Government Investment Pool.

Recommendation:

The administration recommends the Board adopt the attached resolution to open an ICS account with Midland States Bank.

**RESOLUTION OF THE BOARD OF TRUSTEES OF SAUK VALLEY COMMUNITY
COLLEGE DISTRICT NO. 506**

Banking Resolution

WHEREAS, the Board of Trustees of Community College District No. 506, Counties of Whiteside, Lee, Ogle, Henry, Bureau and Carroll, and State of Illinois (the “District”) places investments of fund balance reserves in accordance with the Public Funds Investment Act (30 ILCS 235) and Board Policy 309.01 *Investment Policy*.

WHEREAS, the District desires to open an Insured Cash Sweep (ICS) account with Midland States Bank to hold liquid assets of fund balance reserves.

RESOLVED, that the District approves and directs the District Treasurer to open an ICS account with Midland States Bank.

ADOPTION

Signed this 21st day of December, 2020

BOARD OF TRUSTEES, COMMUNITY COLLEGE DISTRICT NO. 506, COUNTIES OF WHITESIDE, LEE, OGLE, HENRY, BUREAU, AND CARROLL, AND THE STATE OF ILLINOIS.

Chairman, Board of Trustees

Secretary, Board of Trustees