

OFFICERS AND OFFICIALS  
DUTIES AND REQUIREMENTS OF DEPOSITORY

BDAE  
(LOCAL)

**Selecting a  
Depository**

The Superintendent or designee shall have the authority to determine the method of selecting a depository in accordance with BDAE(LEGAL).

**Allowable Collateral**

Eligible securities for collateralization of deposits are those defined as "eligible securities" by the Public Funds Collateral Act.

**Monitoring Collateral  
Adequacy**

The Department shall require monthly reports with market values of pledged securities from all financial institutions with which the Department has collateralized deposits. The investment officers shall monitor adequacy of collateralization levels to verify market values and total collateral positions.

**Release of Pledged  
Securities**

The investment officer or designee shall approve in writing the release or substitution of any securities pledged to the Department that are being held by any organization.