

ELWOOD PUBLIC LIBRARY

1929 JERICHO TURNPIKE | ELWOOD, NY 11731 | www.elwoodlibrary.org | 631.499.3722

INVESTMENT OF IDLE CASH BALANCES

The Library's investment program must recognize three basic concerns -- safety, liquidity and yield. For the most part, the laws covering the investment of public funds are so written that safety and liquidity are assured; the statutes are explicit in describing the kinds of investments that are permissible, as well as the security, if any, which must be provided to safeguard such investments. The third concern, the yield, will be influenced by the (1) length of time that funds are available for investment; and (2) the selection of the type of legal investment available which will afford the best earnings.

The Finance Officer and Director will act jointly in selecting the best media for investment of idle cash balances.

Library funds may be invested temporarily, for example, in certificates of deposit, by the Director in any bank(s) with an office in New York State, as long as all investments are made in a manner consistent with applicable New York State statutes and regulations.

While the Finance Officer and Director should seek high rates, safety must be the primary concern in all such investment decisions.

Adopted 7/17/2014