

FCR 10

Office of the President
June 8, 2010

Members, Board of Trustees:

RESOLUTION ESTABLISHING AUTHORITY FOR BANKING AND INVESTMENT TRANSACTIONS

Recommendation: that the Board of Trustees authorize the Treasurer of the University of Kentucky to (1) establish bank accounts in the name of the University and its affiliated corporations and be the designated signatory authority for the disbursement of funds (checks, ACH, wires, EFT, etc.); (2) establish investment contracts and authorize endowment and short-term/overnight investment transactions under the supervision of the Investment Committee of the Board of Trustees; (3) assign, sell or otherwise dispose of securities received as gifts; and (4) negotiate and sign agreements with one or more banks for the provision to the University of Kentucky of treasury management services including, without limitation, wire transfer and ACH services.

Further, the Board of Trustees authorizes that the Treasurer may delegate, in writing, signature authority for the above transactions to the Treasury Operations Director or the Assistant Treasurer for Investments.

Background: At its September 21, 1982 meeting, the Board of Trustees appointed the Treasurer as the University official authorized to assign, sell, or otherwise dispose of securities received as gifts. Further, Governing Regulation II,A,6,(f) establishes that the Investment Committee of the Board of Trustees is responsible for the review and oversight of the endowment investment programs of the University and its affiliated corporations and that the policies of the Committee are implemented by the Office of the Treasurer in carrying out the day-to-day operations of the University's endowment funds. At its December 11, 2007 meeting the Board of Trustees approved a resolution establishing authority for banking and investment transactions to the Treasurer and authorizing the Treasurer to delegate, in writing, signature authority for these transactions. On January 23, 2008, the Investment Committee of the Board of Trustees approved the Overnight and Short-Term Investment Policy which delegated the responsibility for the custody, investment, and disbursement of all funds of the University in accordance with established policies and procedures to the Treasurer. At its September 15, 2009 meeting the Board of Trustees named Angie Martin as Vice President for Financial Operations and Treasurer. One of the University's banking vendors requests clarification of the Resolution approved by the Finance Committee on December 11, 2007 by adding the fourth item above.

Action taken: Approved Disapproved Other_____