

### **Collateralization and Investment**

Third-party collateralization is required by the Library District to secure investments above the insurance limits of the FDIC. The third-party reports to the depositor periodically how deposits above FDIC limits are secured.

The Library District shall maintain a collateralization agreement with all depositaries. The depositaries will be listed in the official designations and approved at the annual reorganization meeting. The Library Director shall be authorized to execute collateralization agreements during the year, as needed, and shall notify the Finance Committee of such agreements.

All Library District investment activity will be in accordance with the guidelines for such activity developed and periodically revised by the New York State Comptrollers Office and applicable New York State law. The guidelines are available in the Library District's Administrative Office.