### Neighborhood Depositories
Funds for the food service department, stadia, and certain activities may be deposited in neighborhood banks in Harris County, provided such banks are acceptable depositories and approved by the Board. The amount of such funds shall be determined by the District.

### 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 District shall require monthly reports with market values of pledged securities from all financial institutions with which the District 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 District that are being held by any organization.

### Effective Date
This policy shall be effective as of the adoption date, September 9, 2022.