

IC 5-13-11

Chapter 11. Investment Cash Management System

IC 5-13-11-1

Contract with depository

Sec. 1. The county board of finance for a county described in IC 5-13-7-1 or the fiscal body for any other political subdivision and the investing officer of a political subdivision may contract with a depository for the operation of an investment cash management system.

As added by P.L.19-1987, SEC.13. Amended by P.L.46-1991, SEC.2.

IC 5-13-11-2

Requirements of investment contracts; awarding of contracts

Sec. 2. (a) The contract must:

- (1) be in writing;
- (2) provide for the investment of funds by the depository with the approval of the investing officer;
- (3) provide that the depository keep those records concerning the investment cash management system that the political subdivision would maintain for audits by the state board of accounts;
- (4) provide that investments will be made in accordance with this article;
- (5) provide that the depository may invest funds in the same investments and for the same terms as the treasurer of state may invest funds of the state under this article;
- (6) not have a term of more than two (2) years; and
- (7) be awarded under the bidding provisions of IC 5-22.

(b) If no designated depository whose principal office or branch is located within the political subdivision will provide an investment cash management service permitted in this chapter, then the contract for an investment cash management service must be awarded as provided in IC 5-13-8-9(c). If the investment cash management service contract is awarded to a financial institution whose principal office or branch is located outside the political subdivision, then the recipient of the contract does not constitute a designated depository of the political subdivision for purposes of investment under IC 5-13-9-3 unless it meets the limitations of IC 5-13-9-4 or IC 5-13-9-5, but does constitute a depository under this article for all other purposes.

As added by P.L.19-1987, SEC.13. Amended by P.L.49-1997, SEC.28; P.L.102-2014, SEC.5.

IC 5-13-11-2.5

Contract renewal

Sec. 2.5. (a) A contract may be renewed under this chapter if the county board of finance for a county subject to IC 5-13-7-1 or the

fiscal body of a political subdivision and the investing officer of the political subdivision agree with the depository to renew the contract under the same terms or better terms as the original contract.

(b) The term of a renewed contract may not be longer than the term of the original contract.

(c) A contract may be renewed any number of times.

As added by P.L.173-2003, SEC.3.

IC 5-13-11-3

Service charge for management of system; payment by direct charge or from interest earned

Sec. 3. The contract may provide for the depository to assess a service charge for its management of the investment cash management system. The service charge may be paid:

- (1) by direct charge to the deposit or other account; or
- (2) in a manner that subtracts the service charge from interest earned on the funds in the deposit or other account.

As added by P.L.19-1987, SEC.13. Amended by P.L.66-1989, SEC.2; P.L.147-2011, SEC.3; P.L.202-2011, SEC.3.

IC 5-13-11-4

Monthly report of transactions

Sec. 4. The depository shall furnish the political subdivision with at least one (1) report each month of transactions concerning the investment cash management system.

As added by P.L.19-1987, SEC.13.

IC 5-13-11-5

Interest or accretion

Sec. 5. The depository shall credit any interest or other accretion from an investment to the investment account of the political subdivision. The interest or accretion becomes a part of the principal in that account.

As added by P.L.19-1987, SEC.13.