

Cash Management Pool Guidelines

I. Purpose

The Cash Management Pool was established by the University of Utah as a pooled fund for the investment of State and other Public Funds.

State and other Public Funds are funds that are derived from the operating revenue of the University, such as tuition and fees, patient services, grants and contracts, sales and services and non-operating revenue such as state appropriations. These funds are intended to meet the short-term operating and capital needs of the University.

II. Investment Objectives

A. Safety of principal:

1. Stay in compliance within the parameters set by Section III. Investment Guidelines.

B. Maintenance of liquidity:

1. Maintain coverage for at least one week of accounts payable.
2. Maintain coverage for at least 3-5 months of payroll demands including tax and benefit payments.

C. Generate optimal earned income for short term capital needs.

III. Investment Guidelines

A. Governing Regulations

The Pool shall be invested to comply with applicable statutory provisions, including the State of Utah Money Management Act, the Rules of the State Money Management Council and the policies of the State Board of Regents and the Board of Trustees. The Pool shall also be invested to comply with the University Investment Policies (Policy and Procedures No. 3-050).

B. Eligible Investments

State and other Public Funds shall only be invested in authorized investments in accordance with the State of Utah Money Management Act, Section 51-7-11, "Authorized deposits or investments of Public Funds".

IV. REVIEW OF MANAGEMENT GUIDELINES

The Management Guidelines statement will be reviewed annually in conjunction with a review of the liquidity needs of the University.