

Frequently Asked Questions for Public Entities

Kansas Collateral Pool Office of the Kansas State Treasurer

Q: Is the Kansas Collateral Pool (KCP) optional?

A: No, by law entities with Kansas public monies must be collateralized through the pool unless the funds are covered by federal law.

Q: How do I know that our funds are protected?

A: Banks are required to report balances monthly through they are allowed and encouraged to do so more frequently. Collateral pieces are priced weekly. Our reporting system continually compares the two. Banks must collateralize at 102%.

Q: Do I need my Pool ID?

A: Yes, each public entity has a unique pool ID. Banks use these IDs to report your account balances to the KCP. All of your depositories will use the same pool ID for your entity. If you open an account at a new depository you will need to provide them with your unique ID.

Q: Is my bank participating in the KCP?

A: To see if your bank is signed up for the KCP and if they are live with the pool, visit the website at treasurer.ks.gov/collateral and click the blue button towards the bottom of the page.

Kansas Collateral Pool
Depositories List

Q: My bank requested I sign a generic release letter for our current collateral. Should I sign it?

A: The State Treasurer's Office provided banks with a release template to be used to assist with the transfer of collateral. It is not required that you utilize it and we encourage you to have your legal department review it. If the bank, entity, and custodian all agree that the template is sufficient then it may be used.

Q: Can our funds still be covered by reciprocal deposits?

A: Yes, reciprocal deposits are a sufficient alternative to pledging collateral. Those balances are required to be reported to the KCP and are compared to reports received from the reciprocal deposit provider. We do recommend that your entity only utilize one of the reciprocal companies to avoid potential overlaps.

Q: What reports will I receive regarding our balances and collateral levels?

A: Banks are required to report balances as of month end by the 10th of the following month. The Administrator (STO) will send a report not later than the 30th day of each month to the Public Entity. Such report will reflect the following information for each Depository in which the entity has public monies on deposit as of the last business day of the prior month:

1. the amount of public monies on deposit secured by the pool for that entity; and
2. the total amount of all public monies on deposit secured by the pool; and
3. the total market value of pledged collateral; and
4. the compliance status of the Depository.

Q: What information should I provide to my auditor to prove sufficient collateralization?

A: You will need to give your auditors the link listed below and your pool ID.

treasurer.ks.gov/entity_search