University of California Student Association
1020 12th St., Suite #232
Sacramento, CA 95814
510-834-8272 | www.ucsa.org

High Yield Savings Account Resolution

Sunday, November 9, 2025

Author: Timothy Schoonover

WHEREAS, the Board of Directors of the University of California Student Association ("the Association") is empowered under law to manage the financial affairs of the Association; and

WHEREAS, the Association currently maintains reserve funds in existing bank accounts that are earning below-market interest rates; and

WHEREAS, the Board of Directors has determined that transferring said reserve funds to a high-yield business savings account will enhance the Association's financial stability and further its charitable purposes;

NOW, THEREFORE, BE IT RESOLVED THAT:

1. Authorization to Open Account: The Treasurer and Executive Director of the Association are hereby authorized and directed to open a high-yield business savings account in the name of the University of California Student Association at a high yield savings account at an institution ("the bank") chosen by the Treasurer and approved by the Executive Director to be in the fiduciary interest of the Association, or such other account at an affiliated branch or division of the bank as may be appropriate ("the chosen account").

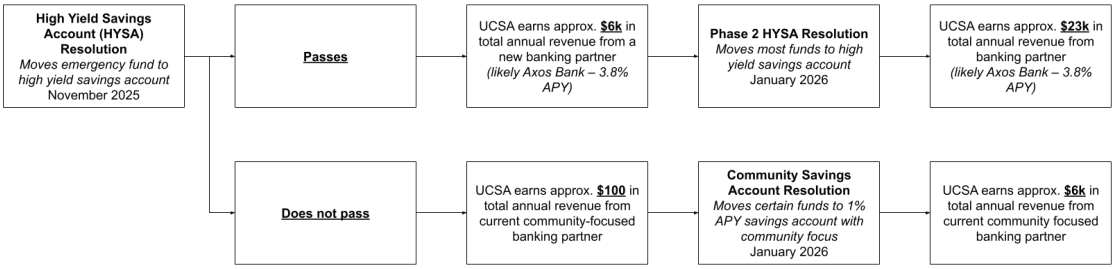
2. Transfer of Reserve Funds: The Treasurer and Executive Director are authorized to transfer all reserve fund balances (principally the emergency fund) currently held in other lower interest accounts to the chosen account at the bank.

3. Authority to Execute Documents: The Treasurer and Executive Director are further authorized to execute and deliver any and all documents, forms, and signature cards required by the chosen for the establishment and maintenance of the account, and to take such actions as may be necessary to effectuate this resolution.

4. Reporting Requirement: The Treasurer shall report the completion of the account opening of the chosen account and transfer of funds to the chosen account to the full Board of Directors at its next regular meeting.

University of California Student Association
1020 12th St., Suite #232
Sacramento, CA 95814
510-834-8272 | www.ucsa.org

Annex: This is not a part of the Resolution. It is provided for reference for the Board of Directors only.



ARGUMENTS IN FAVOR	ARGUMENTS AGAINST
• Pay for Fellowship Program over 3x over ($23k in new revenue) • Treasurer supports • Phases 1 & 2 will likely reduce the projected deficit by half	• Transfers funds from community focused banking partner (Beneficial State Bank) → We would ideally support community financial institutions (CDFIs)

Note: Estimated interest revenues are based on current interest rates only. It is probable that the Federal Reserve will continue to lower interest rates. The financial industry estimates interest rates will fall by approximately 20% by late 2026 to 2027, according to Streetstats, which could reduce approximate interest revenue from approx. $23k to approx. $18.5k.[1]

[1] https://streetstats.finance/rates/fedfunds