



Meeting: Village Board
Meeting Date: 10/14/13
Agenda Item: 5c

Mission Statement

Delivering quality services in a courteous, cost-effective and efficient manner.

VILLAGE BOARD MEETING STAFF REPORT

REPORT TO: Burt R. McIntyre, President
Village Board of Trustees

REPORT FROM: Chris Haltom, Director of Administrative Services

AGENDA ITEM: Consent Agenda - Approve Resolution 2013-30, approving the opening of an account with BOSC, Inc.

ACTION REQUESTED: ___Ordinance X Resolution ___Motion ___Receive/File

POLICY ISSUE

Does the village board desire to approve BOSC, Inc., a subsidiary of BOK Financial Corp., as a village depositor (will the board allow the Treasurer to invest funds into the financial institution and allow this institution to hold securities on behalf of the village)?

PRIOR ACTION/REVIEW

The board has approved the State Investment Boards State Pool Fund, Wells Fargo Bank, Fox Communities Credit Union, BMO Harris Bank and others as village depositors in the past.

BACKGROUND INFORMATION

In accordance with the village's investment policies, as the Village Treasurer, I am the person responsible for investing the village's funds to ensure maximum security and maximum yield. The village has utilized various bonds and CDs through Fox Communities, Wells Fargo, BMO Harris Bank and other local financial institutions over the past 20 years (and their predecessors). I work with investment brokers at these Wells Fargo and BMO Harris banks to find safe investments with the highest yields possible (typically bonds or CDs).

In the past three to four years, finding a decent yielding investment has been most difficult. Not only has the market drastically lowered interest rates, investment brokers from Wells Fargo and BMO Harris have stopped contacting me with possible investments held by their institutions. One of the investment brokers moved from BMO Harris Bank to the BOSC, Inc., a subsidiary of BOK Financial Corp. (Bank of Oklahoma), a Wisconsin bank located in Milwaukee. This broker has been in contact with me since he moved to BOK a couple of years ago about some government securities with decent yields that I would now like to purchase with village funds.

The bank requires a resolution authorizing their bank as a village depositor. The bank has a form used for the resolution. Staff has modified their standard form to fit into the village formatted resolutions; this resolution is attached to this report and will be included as a Consent Agenda item for board approval. The item is included on Consent Agenda as by nature, this resolution is a required form from the bank to allow deposits to be made with them; the form is a standard operating procedure.

FISCAL IMPACT:

- | | |
|------------------------------|-----------------|
| 1. Is There A Fiscal Impact? | Yes |
| 2. Is it Currently Budgeted? | Yes |
| 3. If Budgeted, Which Line? | Interest Income |

RECOMMENDED ACTION

Village staff recommends the village board approve the attached resolution. If the village board agreed with this action, a motion to approve the Consent Agenda would be needed to approve this resolution.

POLICY ALTERNATIVE(S)

The Village Board could take the following actions:

- Deny the suggested motion
- Table the suggested motion and request additional information

ATTACHED INFORMATION

- I. Resolution 2013-30 Authorizing BOSC, Inc. (Bank of Oklahoma) as a village depositor

ATTACHMENT I

The Village of Howard, Wisconsin

RESOLUTION NO. 2013-30

“Authorizing the opening of a new account with BOSC, Inc.”

- WHEREAS,** the Village of Howard Board of Trustees (Village Board) is duly authorized and permitted by municipal ordinances and the laws of the State of Wisconsin to deal in stocks, bonds, and other securities; and
- WHEREAS,** the Village Board has adopted an investment policy that allows the Village Treasurer to make investments of idle cash on hand in authorized investments (i.e., bonds and other securities that impact the village’s accounts); and
- WHEREAS,** the Village Treasurer, on behalf of the Village of Howard, desires to give orders to deliver to and receive from BOSC, Inc., a subsidiary of BOK Financial Corp., on behalf of the Village of Howard, monies, stocks, bonds, and other securities; and
- WHEREAS,** the Village Treasurer may, on behalf of the Village of Howard, sign acknowledgments of the correctness of all statements of accounts; and
- WHEREAS,** the Village Treasurer may, on behalf of the Village of Howard, make, execute, and deliver under the corporate seal any and all written endorsements and documents necessary or proper to effectuate the authority hereby conferred;

NOW THEREFORE, BE IT RESOLVED, by the Village Board of the Village of Howard, Brown County, Wisconsin, that the Village of Howard authorizes the Village Treasurer to open an account or accounts in its name with BOSC, Inc., which shall remain in full force and effect until written notice of the revocation thereof shall have been received by BOSC, Inc.

Burt R. McIntyre, Village President

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the Village of Howard Seal on this 14th day of October, 2013.

Christopher A. Haltom, Village Clerk