

TO: Village Council
FROM: Scot F. Lahrmer, Village Manager
DATE: June 6, 2013
RE: Depository Agreement

ITEM: Adoption of new depository agreement to extend from 2013 to 2018.

ACTION REQUESTED: On June 10, adopt **Resolution 2013-18** naming the Amberley Village Bank Depositories for the term July 1, 2013, to June 30, 2018.

PURPOSE: To comply with state law requiring local governments to establish public depositories for all public funds.

As required by the State of Ohio, every five years the Village must designate a public depository for the Village's funds for the next five years. The Village declares one financial institution to be the public depository for the Village's active funds and potentially more than one institution for interim and inactive funds (investments). Requests for Proposals (RFPs) were sent to six area banks. Responses were received from Fifth Third Bank, PNC Bank and Huntington Bank.

Areas of interest to the Village are cost of services, earnings credits on balances and the quality and extent of professional services/assistance provided by the banking institution.

With the assistance of Council member Bill Doering, the Finance Administrator reviewed the information received by all three institutions paying special attention to these areas. All three banks provide excellent professional services and assistance. While both Fifth Third Bank (.2%) and PNC Bank (.25%) provide a very competitive rate for earnings credit, total fees charged by PNC Bank were substantially lower than those of Fifth Third Bank.

Based on these factors, it is recommended that the Village should declare PNC Bank as the public funds depository for active funds. It is recommended the Village name all three banks as depositories for interim and inactive funds to permit more opportunity for competition in rates for investment of the Village funds.

If you should have any questions, please let me know.

Passed:
By:

RESOLUTION NO. 2013-18

RESOLUTION DESIGNATING PNC BANK AS THE PUBLIC DEPOSITORY FOR THE VILLAGE'S ACTIVE FUNDS, AND FIFTH THIRD BANK, HUNTINGTON BANK AND PNC BANK AS THE PUBLIC DEPOSITORIES FOR THE VILLAGE'S INTERIM AND INACTIVE FUNDS

WHEREAS, Ohio law requires local governments to establish public depositories for the holding and maintenance of public funds,

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF AMBERLEY VILLAGE, STATE OF OHIO, _____ (___) members elected thereto concurring,

SECTION 1: For the period beginning July 1, 2013, and ending June 30, 2018, inclusive, in accordance with the requirements of the Ohio Revised Code, the public depository for active funds shall be PNC Bank, and the public depositories for interim and inactive funds shall be Fifth Third Bank, Huntington Bank and PNC Bank, the location of deposits to be determined from time to time by the Village Manager as being that depository in which the investment of the Village funds will be most beneficial to the Village.

SECTION 2: This Resolution shall take effect and be in force from and after the earliest period allowed by law.

Passed this ___ day of _____, 2013.

Mayor J.K. Byar

Attest:

Nicole Browder, Clerk of Council

I, Clerk of Council of Amberley Village, Ohio, certify that on the ___ day of ___, 2013, the foregoing Resolution was published pursuant to Article IX of the Home Rule Charter by posting true copies of said Resolution at all the places of public notice as designated by Sec. 31.04(B), Code of Ordinances.

Nicole Browder, Clerk of Council