

**CONTRACTS~DISCUSS, CONSIDER, AND/OR APPROVE EXTENDING THE  
CONTRACT WITH INTERNATIONAL BANK OF COMMERCE (IBC)**



## **EXECUTIVE SUMMARY**

### **BACKGROUND:**

The City awarded a depository contract to IBC on September 28, 2017 for a period of three (3) years, beginning October 1, 2017 and ending September 30, 2020. The termination date may be extended at the written request of the City until the City designates another depository for banking services.

The City added a second depository contract with Prosperity Bank that commenced on March 1, 2018 that expires on February 28, 2021 with options to extend. This additional depository was used to satisfy investment safekeeping needs as required by the Public Funds Investment Act.

*Investment Training Instructors have encouraged more than one banking depository to assure complete safety and liquidity of all City funds and to help maximize investment earnings.*

**RECOMMENDATION:** Staff recommends City Council approve extending the contract for one (1) year. This will provide time for City staff to explore the various services of each bank to determine where any changes should be made. Currently both banks are being used as an investment tool either through money market or CD's.

**ATTACHMENTS:** IBC Bank Contract