

# City of Coachella

## Government Entity/Agency Account Compliance Questions

### **To be answered by Financial Professional**

1. Will this be a brokerage account or Advisory account? Brokerage
2. Does the Financial Professional make any recommendations, suggestions or sales presentations to the entity? Yes

*If yes, is it regarding the issuance of;*

Municipal securities No

Municipal Derivatives No

Guaranteed Investment Contracts No

Investment strategies with bond proceeds or muni escrow investments No

3. If none of the products listed above are being recommended or suggested, what is?

We usually present fixed income securities (e.g., bonds & CDs) for the client to select from. Most of the time, these are U.S. Treasury & U.S. Government Agency bonds. Sometimes, these are corporate or municipal bonds. These types of accounts also like to invest in federally insured CDs (FDIC/NCUA). Interest payments generally sweep into a government money market fund. Public funds investors are typically “buy and hold” investors.

### **To be answered by client**

1. Does this municipal entity use bond proceeds or municipal escrow funds (or any other municipal instrument) to purchase any kind of securities? **Yes or No**
  - a. **If yes, please explain...**
2. Is the funding of this account from bond proceeds or municipal escrow funds (or any other municipal transaction)? **Yes or No**
  - a. **If yes, please explain...**
3. Is the money in the account going to be used to repay debt issued previously by the municipality? **Yes or no**
  - a. **If yes, please explain...**

\_\_\_\_\_ Date: \_\_\_\_\_

Lincoln Bogard, Finance Director, City of Coachella