



ECONOMIC DEVELOPMENT AUTHORITY

AGENDA SECTION	BUSINESS ITEMS
MEETING DATE	2/6/2023

ITEM:	Designating the Official Depositories of the Economic Development Authority	
DEPARTMENT:	Community Development	BY/DATE: Mitchell Forney, 1/13/2023

BACKGROUND:

The EDA is required to designate by resolution the depositories used for its funds and investments. The attached resolution follows the general format of resolutions passed in previous years by the EDA and City. Most general banking transactions of the EDA and City are conducted through Northeast Bank. Accounts are also maintained at Wells Fargo Bank of Minnesota, N.A. and U.S. Bank for certain specialized services such as payroll and debt service payments.

The only material difference between this proposed resolution and the resolution adopted annually by the City Council is that the EDA resolution allows for the EDA's funds to be held in accounts under the name of the City. This has always been the EDA's practice. Since the creation of the EDA in 1996, it has never had a separate checking account under its own name. All EDA expenditures since its inception have been made using checks drawn in the City's name on behalf of the EDA. Staff recommends maintaining these three banking relationships, as they meet the EDA's current needs, and provide capacity for addressing the EDA's evolving needs for electronic banking services.

There are two differences between this year's depositories and those of 2022. First, is the addition of US bank, which has a history of being utilized on and off by the EDA. Second, is the restriction of investment custodians from the previously "any with a MN office" to only Pershing and the banks authorized as depositories. This was required after a change to the municipal advisor rule. All investments must still comply with authorized investments as set forth in Minnesota statutes.

RECOMMENDED MOTION(S):

MOTION: Move to waive the reading of Resolution 2023-02, there being ample copies available to the public.

MOTION: Move to adopt Resolution 2023-02, a resolution designating official depositories, for the Columbia Heights Economic Development Authority.

ATTACHMENT(S):

- Resolution 2022-02