



BOARD OF COMMISSIONERS

AGENDA REQUEST & STAFF REPORT

MEETING DATE: October 25, 2023

SUBJECT: Authorization to establish a new Money Market Sweep Account with First Interstate Bank

RECOMMENDED MOTION:

Move to authorize Finance staff to establish a new Money Market Sweep account with First Interstate Bank (FIB), our contracted banking service provider.

BACKGROUND AND POLICY IMPLICATIONS:

First Interstate Bank, the County's contracted banking service provider, has offered the opportunity to establish a new Money Market Sweep Account that would enhance the County's existing account structure. This Sweep account would provide a rate matching the Local Government Investment Pool rate (LGIP), which is currently 5.0% for balances in excess of \$9,000,000. Presently, the FIB contracted rate is 15 bps (.15%) for balances above this limit.

The benefits of this enhanced account structure include more efficient funds management (i.e., potentially fewer transfers between FIB and the LGIP) and no limits on maximum balances. All balances would be fully insured under the Public Funds Collateralization program.

BUDGET IMPACTS:

Potential higher interest earnings through more efficient funds management.

ATTENDANCE:

Bill Kuhn, County Treasurer

Robert Tintle, CFO