



# CITY COUNCIL AGENDA ACTION FORM

|   |   |                        |            |
|---|---|------------------------|------------|
| <b>AGENDA DATE:</b>   | 09/13/2022  |                        |            |
| <b>AGENDA SUBJECT:</b>  | Discussion, consideration, and possible action on Resolution authorizing opening an account at InterBank and signatories for the same.                            |                        |            |
| <b>PREPARED BY:</b>   | City Administrator Michael Leamons  | <b>DATE SUBMITTED:</b> | 09/02/2022 |
| <b>EXHIBITS:</b>  | Resolution authorizing InterBank account and signatories; InterBank flyer, IntraFi flyer; Fed Funds Rate History; public entities with InterBank IntraFi accounts |                        |            |
| <b>BUDGETARY IMPACT:</b>  | <b>Required Expenditure:</b>  | \$00.00                |            |
|   | <b>Amount Budgeted:</b>   | \$00.00                |            |
|   | <b>Appropriation Required:</b>  | \$00.00                |            |
| <b>CITY ADMINISTRATOR APPROVAL:</b>   |   |                        |            |
| <p><b>SUMMARY:</b></p> <p>Councilman Freas had recommended that staff look into opening an account with Interbank to secure a higher interest rate on the City's funds than is being paid by either its depository bank or its governmental investment pool accounts. InterBank's rate mirrors the Fed Funds rate. So, as I'm sure you know, that rate has been steadily rising in recent months. When the initial inquiries were made, the InterBank IntraFi Networks Deposit account was paying about 1% more than the City's other accounts. Through the IntraFi network, any amount of funds deposited at InterBank would be fully insured by FDIC. The City's current depository agreement recognizes the City's right to keep funds in other places. GRISD has had an IntraFi account with InterBank for several years.</p> |   |                        |            |
| <p><b>RECOMMENDED ACTION:</b></p> <p>Move to approve the Resolution authorizing the InterBank account and signatories.</p>  |   |                        |            |