

RESOLUTION

A RESOLUTION ACKNOWLEDGING SELECTION BY MISSISSIPPI STATE TREASURER OF BANCORPSOUTH BANK, A DIVISION OF CADENCE BANK, AS MUNICIPAL DEPOSITORY FOR THE CITY OF TUPELO AND SPREADING SAME UPON THE MINUTES

WHEREAS, Section 27-105-353, by reference to 27-105-305, of the Mississippi Code of 1972, as amended, provides for the selection of qualified financial institutions as bank depositories; and

WHEREAS, the City of Tupelo has advertised in the *Northeast Mississippi Daily Journal* to receive bids from qualified financial institutions as provided by statute as shown in the Proof of Publication attached hereto as Exhibit A; and

WHEREAS, the city received two sealed bids, one from Trustmark National Bank and one from BancorpSouth, a division of Cadence Bank; and

WHEREAS, a possibility existed that one of the bids, if accepted, might result in a contract in which a member of the city council might have a direct or indirect interest; and

WHEREAS, pursuant to Miss Code Anno. §27-105-305 (1972 as amended) provides that the city may elect to not open or consider any bids received and submit the matter to the State Treasurer; and

WHEREAS, Miss Code Anno. §27-105-305 (1972 as amended) further provides that upon receipt of the bids received from the municipality, the State Treasurer shall open and consider the bids received, select a depository or depositories, make all decisions and take any action within the authority of the city under this section relating to the selection of a depository or depositories; and

WHEREAS, the city submitted the two bids to the State Treasurer, said request attached hereto as Exhibit B; and

WHEREAS, the State Treasurer received and reviewed the bids, making the determination that BancorpSouth be selected as the highest and best bid to serve as the city's depository under the terms set forth in Exhibit C.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Tupelo as follows:

The determination and selection by the State Treasurer of the bid proposal of BancorpSouth, a division of Cadence Bank, as the highest and best bid to serve as primary depository bank from the effective date of February 1, 2022, for twenty-four (24) months, attached as Exhibit C, is acknowledged and said determination and selection of said bank is hereby directed to be spread upon the minutes of the City of Tupelo, Mississippi.

The foregoing Resolution was proposed in a motion by Council Member

_____ seconded by Council Member _____ and brought to a

vote as follows:

Councilmember Mims voted	_____
Councilmember L. Bryan voted	_____
Councilmember Beard voted	_____
Councilmember Davis voted	_____
Councilmember Palmer voted	_____
Councilmember Gaston voted	_____
Councilmember Jones voted	_____

WHEREUPON, the foregoing Resolution was declared, passed and adopted at a regular meeting of the Council on this the _____ day of _____, 2022.

CITY OF TUPELO, MISSISSIPPI

By: _____
BUDDY PALMER
City Council President

ATTEST:

MISSY SHELTON, Clerk of Council

APPROVED:

TODD JORDAN, Mayor

DATE



City of Tupelo

Todd Jordan
Mayor

Ben M. Logan
City Attorney

January 10, 2022

COUNCIL

Chad Mims
Ward One

Lynn Bryan
Ward Two

Travis Beard
Ward Three

Nettie Y. Davis
Ward Four

Buddy Palmer
Ward Five

Janet Gaston
Ward Six

Rosie Jones
Ward Seven

Mississippi State Treasurer
ATTN: Justin Smith, Chief Investment Officer
5001 North West Street
Woolfolk Building, Suite 1101
P.O. Box 138
Jackson, MS 39205-0138

RE: City of Tupelo, MS Municipal Depository Bids


Dear Mr. Smith:

Thank you for discussing this with me last Friday afternoon. As I related, upon receipt of our municipal depository bids last week, a question arose regarding a possible conflict of interest situation with one of our city councilpersons. Instead of delving into the details of that possible conflict with our elected official, we would like to avail ourselves of the provisions of Mississippi Code Anno. § 27-105-305 (1972 as amended). We are a Mayor-Council Government and have not presented the bids for City Council consideration.

We would like to submit the two (2) enclosed, sealed bids for consideration and selection of the municipal depository for the City of Tupelo. Once selected by your office, it would be my understanding that any future possible conflict could be cured by that elected official's recusal from approving any agreements necessary to conduct banking with the awarded institution.

For information purposes, I am also enclosing a summary of the banking activity of our City.

Yours Truly,


Ben M. Logan
City Attorney

BML/tm
Enclosures
cc: Kim Hanna, CFO

Exhibit

" B "



January 11, 2021

Ben Logan
City Attorney
City of Tupelo
P.O. 138
Tupelo, MS 38802

Re: City of Tupelo, MS Municipal Depository Bids

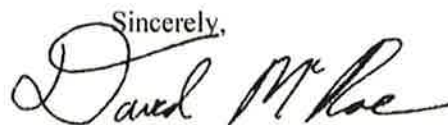
Dear Mr. Logan:

Our office has received and reviewed the sealed bids for the selection of a depository for the City of Tupelo for fiscal years 2023 - 2024. Per MISS. ANN. CODE § 37-7-333, we have made the following determination regarding the award of the District's depository funds:

BancorpSouth has been selected as your depository for the City's checking accounts for fiscal years 2023 - 2024 under its proposal to pay a Variable rate equal to Fed Funds Target less 100 basis points with a floor of 0.05 percent for the Interest Checking account.

Please note that although BancorpSouth has been awarded City funds for the period of February 1, 2022 through January 31, 2024, the City is not precluded from utilizing the other bank that participated in the bidding process—Trustmark National Bank—for the investment of excess funds throughout the next two fiscal years as they are also a qualified depository of the State of Mississippi. Please note on the attached analysis that Trustmark National Bank did not offer variable rate option, however the BancorpSouth variable rate floor of 0.05 percent is higher than the fixed rate offer of Trustmark National Bank.

Our comprehensive analysis is enclosed for your review. Please feel free to call Justin Smith, Chief Investment Officer, with any questions at (601) 359-3536.

Sincerely,


David McRae
State Treasurer

Exhibit
"C"

City of Tupelo
 Depository Bid Results
 Analysis as of 1/11/22

Fed Funds Target Range 0.0 - 0.25%
 Current 3 mo Treasury Rate 0.11%

Institution	Interest Checking				Money Market				Additional Comments
	Term of Bid	Bid Rate	Rate Type	Current Rate Calculation	Term of Bid	Bid Rate	Rate Type	Current Rate Calculation	
Trustmark National Bank	2-year	0.03%	Fixed	0.03%	2-year	N/A	Variable	N/A	Misc Services fees based on product/service
BancorpSouth	2-year	0.06%	Fixed	0.060%	2-year	Fed Funds Target less 100 bps; Floor: .05%	Variable	Current Rate Calculation: 0.05%	\$500 monthly flat fee; Min Avg \$50mm; Max Avg Balance \$85mm

