



HISTORIC
FRANKLIN
TENNESSEE

ITEM #4
FINANCE
08-28-13

MEMORANDUM

August 22, 2013

TO: Board of Mayor & Aldermen
FROM: Eric S. Stuckey, City Administrator
Russ Truell, Assistant City Administrator
SUBJECT: Fifth Third Bank Custodial (Contract 2013-0134)

Purpose

The purpose of this agenda item is to consider authorizing Mayor or City Administrator to execute an agreement with Fifth Third Bank regarding the custodial account for non-pension investments.

Background

As a result of a previous procurement process, the City of Franklin entered an agreement with Fifth Third Bank for custody of U. S. Treasury and other securities included in the City's reserve funds.

To minimize paper transactions, this agreement allows Fifth Third to deduct quarterly fees rather than have those fees paid by check. Other than method of payment, there are no changes in the agreement.

Financial Impact

Impact of the change is minimal but does save time, labor, paper and postage.

Recommendation

Staff recommends approval of the agreement.

City of Franklin

Fifth Third Bank Account #36-36-000-9360876

Schedule of Custodial Fees

Effective 07/01/13

Market Value Fees-based on assets in the account

- | | |
|---------------------|----------|
| • First \$5,000,000 | 0.0004% |
| • Next \$25,000,000 | 0.0001% |
| • Next \$25,000,000 | 0.00008% |
| • Next \$50,000,000 | 0.00006% |

Notes:

- A minimum annual fee of \$5,000 will apply
- **These fees should be deducted out of the assets in the account quarterly.**

Agreed to by Client:

Agreed to by Fifth Third Bank:

Printed Name and Title

Printed Name and Title

Signature and Date

Signature and Date