



Elgin City Council Meeting Agenda Item Executive Summary

ITEM: A RESOLUTION OF THE CITY OF ELGIN, TEXAS AUTHORIZING THE CLOSURE OF CERTAIN BANK ACCOUNTS IN PROSPERITY BANK AND TRANSFERRING ACCOUNT BALANCES TO CORRESPONDING ACCOUNTS IN FIRST NATIONAL BANK AND MAKING CERTAIN FINDINGS THERETO.

DEPARTMENT: Finance

PROPOSED ACTION: Authorize closure of certain bank accounts

BACKGROUND: On April 18, 2016 the City entered into an agreement whereby First National Bank was to provide depository services to the City until terminated by either party. Prior to that time Prosperity Bank was the official depository bank for the City. During the transition period, not all bank accounts in Prosperity were closed and as shown on the last Quarterly Investment report, these accounts are still open today. In order to come into full compliance with the current Depository Agreement it is recommended that staff be authorized to close the four remaining accounts in Prosperity Bank and move the funds into the appropriate accounts at First State Bank (FSB) as shown in the following table:

<u>Prosperity Bank</u>	<u>First National Bank</u>
Acct ***584 Clearing Account (Close)	Transfer balance to Acct ****962
Acct ***592 Debt Serv. Account (Close)	Transfer balance to Acct ****949
Acct ***584 Impact Fee Water Account (Close)	Transfer balance to Acct ***5962
Acct ***584 Impact Fee Sewer Account (Close)	Transfer balance to Acct ***5962

BUDGET/FINANCIAL IMPACT:

Funding for this item was { } included { } not included in the current-year budget {X} N/A

RECOMMENDATION: Review and adopt the Resolution as presented.

ATTACHMENTS: Resolution to authorize closure of bank accounts

- { } Staff will be making a detailed presentation on this agenda item at the meeting.
- {X} Staff will provide brief comments and answer questions on this item at the meeting.
- { } This is a routine procedural item and no presentation is planned for the meeting.

Councilmembers who have any detailed questions or would like to request additional information regarding this item are encouraged to contact the City Manager at their earliest convenience.