

TAB 7



City of Palmetto Agenda Item

Meeting Date

1/24/11

Presenter: Jim Freeman

Department: City Clerk

Title:

Investments

Problem: In the 7/19/2010 Workshop, the Investment Committee asked a representative of Morgan Stanley Smith Barney to present options and strategies for the maximization of the City's investment funds. The Commission agreed to move forward with an agreement with Morgan Stanley Smith Barney to manage some of the City's investment funds. The agreement between Morgan Stanley Smith Barney needs to be approved to move forward with the City's Investment strategy.

Background: Morgan Stanley Smith Barney is a nationally recognized investment agency. Mike Fink will present options and strategies to maximize investment revenues for the City. The proposal follows the City's Investment Policy and is projected to yield approximately \$240,000 annually in investment revenue. The FY2010 investment earnings were \$132,000 from city funds. The FY2011 budget is \$154,000 and currently we are on track at 25% in receipts.

The agreement has been reviewed by the City Attorney and is in the final stages of draft. The final version will be submitted for Commission approval.

Budgeted Amount: **Budget Page No(s):** **Available Amount:** **Expenditure Amount:**

Additional Budgetary Information:

Funding Source(s): **Sufficient Funds Available:** Yes No **Budget Amendment Required:** Yes No **Source:**

City Attorney Reviewed: Yes No N/A **Advisory Board Recommendation:** For Against N/A **Consistent With:** Yes No N/A

Potential Motion/Direction Requested:

Staff Contact:

Karen Simpson	Finance	x109
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Attachments: