

## **Minutes of Finance Committee Meeting on November 7, 2022**

### **REVISED**

The meeting was called to order by Chairman Clutter at 2:00 PM.

Committee members in attendance include City Administrator, Michael Padella, City Treasurer, Sue Steiger, Pat Schuknecht, Alderman Tom Yeager, Mayor Don Licklider, and Alderman Andy Clutter. Bruce Robb was absent. Bill Hanks, city clerk attended the meeting.

A motion was made by Mayor Licklider and seconded by Pat Schuknecht to approve the minutes of the Finance Committee meeting of October 26, 2022. As submitted. The motion passed.

The City Administrator reviewed the information regarding MOSIP for consideration of investments for the Reserve Funds and for the general checking account funds, which are presently invested at Midland Bank. MOSIP would pay a higher interest rate as they do not need to collateralize the investments like Midland Bank or other banks need to do, which reduces the interest rate they can offer. Between 20 to 25 cities, fire districts, and school districts currently invest their reserve funds with MOSIP.

The city currently has deposits totaling \$4,400,000. The minimal amount of money necessary to meet projected monthly expenses is \$250,000.

The City Administrator stated the City Auditor, Cindy Bates is familiar with MOSIP and its use by other cities, school districts and fire districts.

The City Administrator suggested the City's deposits be split as follows:

\$2,000,000 in fixed income MOSIP investments – Excess Cash Reserves

\$1,200,000 in Term Series Ladder CD's with various maturity dates of less than 395 days

\$1,000,000 deposited elsewhere depending on the interest rate. City Administrator to advise on this.

Pat Schuknecht made a motion to adjourn the meeting with a second Mayor Licklider. The motion was approved. The meeting adjourned at 2:35 PM.

Andy Clutter

Chairman- Finance Committee