

Minutes of Finance Committee Meeting on October 26, 2022

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, Bruce Robb, Alderman Tom Yeager, Mayor Don Licklider, and Alderman Andy Clutter.

A motion was made by Alderman Yeager and seconded by Pat Schuknecht to approve the minutes of the Finance Committee meeting of August 16, 2022. 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 much 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.

Mayor Licklider made a motion proposing to move the funds in the Reserve Account (i.e. the restricted funds) and the liquid funds (i.e. non restricted funds) to MOSIP with approval from the Board of Alderman. The motion was approved.

A recommendation was made that this action be reviewed with the City Auditor for their input.

A follow-up meeting of the Finance committee is tentatively scheduled for 2 PM on November 7, 2022 to review the cash flow analysis for investing in multiple CD's with different maturity dates.

Pat Schuknecht made a motion to adjourn the meeting with a second from Tom Yeager. The motion was approved. The meeting adjourned at 3:00 PM.

Andy Clutter

Chairman- Finance Committe