

BUDGET AND FINANCE COMMITTEE REPORT relative to authorizing a contract amendment with FTN Financial Main Street Advisors, LLC for investment advisory services.

Recommendation for Council action:

AUTHORIZE the Director of Finance, or designee, to amend Contract No. C-118850 with FTN Financial Main Street Capital Advisors, LLC for a term of May 1, 2011 through April 30, 2016 and a total amount not to exceed \$540,000.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that funding is available in Department 39, Fund 100, Account 3040 (Contractual Services). This recommendation is in compliance with the City's Financial Policies in that there is no additional impact on the General Fund.

Community Impact Statement: None submitted.

**SUMMARY**

At its meeting of June 9, 2014, the Budget and Finance Committee considered a CAO report relative to authorizing the Office of Finance to amend a contract with FTN Financial Main Street Advisors, LLC (Contractor) for investment advisory services. The CAO reports that under the terms of the agreement, the Contractor prepares monthly reports on the status of the City's portfolio that include strategies to optimize return and minimize risk and an evaluation of the City's securities lending program. In the event of an emergency, the Contractor is authorized to execute transactions and assume overall management of City funds. Compensation will remain \$27,000 per quarter. After consideration and having provided an opportunity for public comment, the Budget and Finance Committee recommended approval of the CAO's recommendation. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

<b><u>MEMBER</u></b>	<b><u>VOTE</u></b>
KREKORIAN:	YES
ENGLANDER:	ABSENT
KORETZ:	YES
BLUMENFIELD:	YES
BONIN:	ABSENT

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