

TO: CITY MANAGER

1999 September 29

FROM: DIRECTOR FINANCE

SUBJECT: SECONDARY SAFEKEEPING DEPOSITORY FOR INVESTMENTS

PURPOSE: TO REDUCE SAFEKEEPING FEES

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RECOMMENDATION:

1. THAT Council approve the opening of two bank accounts with the Toronto Dominion Bank to act as a second safekeeping depository for Capital and General Revenue investments.
2. THAT the signing officers for the Toronto Dominion Bank, Capital and General Revenue investment safekeeping accounts, be any two of the following:

R.A. Earle, D. Jorgenson, D.A. Sparks, C.A. Reynolds, R. Tan, the Mayor.

REPORT

At the present time, the depository and safekeeping for all investments is done through the Royal Bank of Canada.

To reduce annual safekeeping costs incurred by the City (annual savings are estimated to be \$5,000), it is recommended that Council approve the appointment of the Toronto Dominion Bank as a secondary safekeeping depository for the City's investment funds. An analysis of the City's investment placements during the past 2 years indicates that the Toronto Dominion Bank was the most utilized investment dealer and would have provided the most safekeeping savings for the City.

It is also recommended that the signing authorities for these two accounts be the same as the Royal Bank of Canada safekeeping accounts, specifically, two of the following:

R.A. Earle, D. Jorgenson, D.A. Sparks, C.A. Reynolds, R. Tan, the Mayor.

Upon approval of these recommendations, about 50% of the City's funds would be housed at the Royal Bank of Canada, and about 50% would be housed at the Toronto Dominion Bank for safekeeping.



Rick Earle  
DIRECTOR FINANCE