

RESOLUTION 2020-02

A RESOLUTION ADOPTING PROCEDURES FOR THE PROCUREMENT OF BANKING SERVICES

WHEREAS, Chapter 277 of the Tennessee Public Acts of 2019 amends Tennessee Code Annotated, Title 6, relative to the procurement of banking services;

WHEREAS, the Board of Commissioners of the City of Belle Meade, at a regular meeting, shall adopt a resolution outlining the procedures required to contract with a bank or banks making the best proposal to become the depository of municipal funds;

WHEREAS, prior to entering into a contract, the Treasurer or an officer appointed by the City Manager shall review and analyze the proposals from the banks and submit an analysis of the proposals to each member of the Board at or before the next meeting of the Board. The analysis of the proposals should consider the bank or banks proposing the highest interest rate, potential service charges or other fees, factors affecting safety and liquidity of municipal funds, and any other relevant factors, which must be documented;

WHEREAS, the Board shall require any bank that becomes a depository of municipal funds to secure the funds by collateral in the same manner and under the same conditions as state deposits under Title 9, Chapter 4, parts 1 and 4, or as provided in a collateral pool created under Title 9, Chapter 4, part 5; and

WHEREAS, notwithstanding any law to the contrary, at least once every four (4) years, the Board shall reevaluate the current banking services contract(s). The Board shall base its evaluation on proposals obtained from at least two (2) banks. The Treasurer or an officer appointed by the City Manager shall prepare a written evaluation of the proposals received and preserve the evaluations for a minimum of three (3) years.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the City of Belle Meade, Tennessee as follows:

SECTION 1. The City of Belle Meade recognizes that Public Chapter 277, Acts of 2019, was initiated by the Office of the Comptroller of the Treasury and passed into law as an effort to streamline and incorporate best practices for the process municipalities use in selecting depositories of municipal funds.

SECTION 2. The City of Belle Meade Treasurer or other designated official is empowered and directed on behalf of the Board of Commissioners to obtain and analyze the banking services proposals in accordance with Chapter 277 of the Tennessee Public Acts of 2019, and to take such steps as may be necessary to implement and carry out the intent of the legislation and this Resolution.

SECTION 3. Upon approval by the Board of Commissioners of the bank(s) which the City of Belle Meade will contract with to serve as the depository of municipal funds, a written contract shall be entered into by the City of Belle Meade and the approved bank(s) with a term of not more than four (4) years.

SECTION 4. This resolution shall become effective upon its passage, the public welfare requiring it.

Date of Adoption:

February 19, 2020



Mayor James V. Hunt



City Recorder Edie Glaser