

REPORT TO SHASTA COUNTY HOUSING AUTHORITY

<u>SUBJECT</u>		<u>BOARD MEETING DATE</u>	<u>AGENDA NUMBER</u>
Approve Housing Authority Bank Account for Housing Rehabilitation Funds		11/26/91	
<u>DEPARTMENT</u>	Housing & Community Action Programs	<u>Supervisory District Number</u>	

RECOMMENDATION:

It is recommended that your Board adopt a Resolution that: 1) authorizes the opening of an account with the Local Agency Investment Fund (LAIF) in the State Treasury for the purpose of depositing Housing Authority funds; and 2) authorizes the Chairman, Vice-Chairman and CAA Director to sign the bank agreement to facilitate the transfer of funds. The Resolution and Agreement are the same document.

SUMMARY:

The Housing Authority maintains a balance of funds derived from Community Development Block Grant (CDBG) funds that per regulation are maintained in an outside bank account. The LAIF is a depository for government agency funds that pays substantially more interest than commercial banks and is backed by the assets of the State Treasury. This action will enable the opening of an account with LAIF for the receipt of Housing Authority funds.

DISCUSSION:

The County currently maintains substantial funds in LAIF institutions. Current interest rates are 7% compared to 5% at commercial institution. Funds can be moved by electronic transfer into the County system. Such transfer can only be to a commercial bank account that is controlled by two signatures.

ALTERNATIVES:

The only significant alternative is not to authorize the account; rejected because of the safety and higher yield of LAIF.

OTHER AGENCY/DEPARTMENT INVOLVEMENT:

The Auditor/Controller and the Treasurer/Tax Collector have approved this action, and the CEO has approved the item.

FINANCING:

There is no financial impact, other than increased revenue (via interest) to Housing programs. There is no cost to the general fund.

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Jerry Brown, Executive Director

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## RESOLUTION AUTHORIZING INVESTMENT

OF Community Action Agency MONIES INShasta County Housing Authority  
(DISTRICT)

## LOCAL AGENCY INVESTMENT FUND

WHEREAS, Pursuant to Chapter 730 of the statutes of 1976 Section 16429.1 was added to the California Government Code to create a Local Agency Investment Fund in the State Treasury for the deposit of money of a local agency for purposes of investment by the State Treasurer; and

WHEREAS, The Board of Directors does hereby find that the deposit and withdrawal of money in the Local Agency Investment Fund in accordance with the provisions of Section 16429.1 of the Government Code for the purpose of investment as stated therein as in the best interests of the Housing Authority (DISTRICT).

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors does hereby authorize the deposit and withdrawal of Housing Authority (DISTRICT) monies in the Local Agency Investment Fund in the State Treasury in accordance with the provisions of Section 16429.1 of the Government Code for the purpose of investment as stated therein.

BE IT FURTHER RESOLVED, that the following Housing Authority (DISTRICT) officers or their successors in office shall be authorized to order the deposit or withdrawal of monies in the Local Agency Investment Fund:

Molly Wilson  
(NAME)

Maurice Johannessen  
(NAME)

Jerry Brown  
(NAME)

Chairman  
(TITLE)

Vice-Chairman  
(TITLE)

Executive Director  
(TITLE)

Molly Wilson  
(SIGNATURE)

Maurice Johannessen  
(SIGNATURE)

Jerry Brown  
(SIGNATURE)

PASSED AND ADOPTED, by the Board of Directors of the Housing Authority (DISTRICT)

Shasta  
(COUNTY OF)

State of California on NOV 26 1991  
(DATE)

ATTEST:

CAROLYN TAYLOR  
Clerk of the Board  
County of Shasta

By Ramona D. English  
DEPUTY

This instrument is a correct copy  
of the original on file in this office.

ATTEST: DEC 04 1991

Clerk of the Board  
Supervisors of the County of Shasta, State of California  
By Ramona D. English