

M Management Committee

Business Item: 2008-322

For the Metropolitan Council meeting of December 10, 2008

ADVISORY INFORMATION

Date Prepared: December 2, 2008

Subject: Appendix to Council Policy on Investments

Proposed Action:

That the Metropolitan Council approve the attached list of Authorized Financial Institutions for 2009.

Summary of Committee Discussion / Questions:

In accordance with the Council's investment policy, all banks and brokerage companies doing business with the Council, whether they are receiving funds as deposits or for investments, must be approved by the Council before they receive Council funds.

M Management Committee

Meeting date: November 12, 2008

ADVISORY INFORMATION

Date: November 12, 2008
Subject: List of Authorized Financial Institutions
District(s), Member(s): All
Policy/Legal Reference: Appendix to Council Policy on Investments
Staff Prepared/Presented: Allen Hoppe, Treasury Manager
Division/Department: Fiscal Services/Treasury

Proposed Action/Motion

That the Metropolitan Council approves the attached list of Authorized Financial Institutions for 2009.

Note: A strike-out version of the list follows the clean version.

Overview and Funding

In accordance with the Council's investment policy, all banks and brokerage companies doing business with the Council, whether they are receiving funds as deposits or for investments, must be approved by the Council before they receive Council funds.

Pursuant to Minnesota Statute 473.542, the Council shall designate one or more national or state bank, or trust companies, as official depositories before conducting business with said financial institution. The designation shall be in writing and shall set forth all the terms and conditions upon which deposits are made, and shall be signed by the Chair and Treasurer, and be made a part of the minutes of the Council (the requirements in this sentence are met when a contract is signed with a new official depository).

Most investment purchases are done on a net settlement basis whereby the broker fee is built into the cost of the investment being purchased or sold. Hedging brokerage fees are funded by the benefiting Council division.

Banking and credit card fees are allowed for as part of division budgets.

There are no fees for the purchasing card and payroll card programs.

**METROPOLITAN COUNCIL
2009 Authorized Financial Institutions**

Dated: November 12, 2008

Banking Services (Official Depository)

U.S. Bank, East Grand Forks

U.S. Bank, N.A.

Card Providers

Bank of America (Purchasing Card)

Bankcorp Bank, (FLEX and Pharmacy Debit Cards)

Elavon Inc. (Credit Card Processor, new)

Metavante (Credit Card Processor)

US Bank (Payroll Card)

Custodial Trust Accounts and Securities Lending:

State Street (OPEB Portfolio Execution & Custody)

U.S. Bank National Association

Wells Fargo

Broker/Dealers, Money Market Funds and Electronic Platforms*:

Advest

Auerbach Grayson & Company (on behalf of Danske Bank and Nordea Bank)

Banc of America Securities

Bank of New York Mellon

Bank of the West

Bloomberg (platform)

BNP Paribas SA

Bonddeskgroup (platform)

Buckhead

Cantor Fitzgerald Securities

CitiGroup Global Markets

Commonwealth Financial Network

Credit Suisse Securities (USA) LLC. (Direct Trading, MMF)

Deutsche Bank Securities

Dresdener Kleinwort Wasserstein Securities

E*Trade

Federated Investors Inc. (Direct Trading, MMF)

Fifth Third Bank

First American Funds, Inc. (Direct Trading, MMF)

First Financial Bank

First Tennessee Capital Markets (Direct Trading)

G. X. Clarke & Co.

Gilford Securities Inc.

GMS Group

Goldman Sachs Group Inc.
HSBC Securities
ICAP—Intercapital Securities
J.D. Edwards
J.P. Morgan Chase & Co.
J.M. Lummis & Company
Jefferies & Company
KeyBanc Capital Markets Inc.
Loop Capital
Merrill Lynch (Direct Trading)
Mizuho Securities
Morgan Keegan
Morgan Stanley (Direct Trading MMF)
National Financial Services
Nomura Securities International, Inc.
Northern Trust
Northland Securities
Pershing
Piper Jaffray (Direct Trading)
PNC Capital
RBS Greenwich Capital
R.J. O'Brien (Hedging Trades)
RBC Capital Markets Corporation, f.k.a., Dain Rauscher (Direct Trading)
Robert W. Baird & Co. (Direct Trading)
Stanford Group Company
Stephens, Inc.
Sterling Investments
Sterne, Agee & Leach, Inc.
SunTrust
Thomson TradeWeb (platform)
UBS Securities
U.S. Bancorp (Direct Trading & MMFs)
Vining Sparks
Wells Fargo Investment Services (Direct Trading)
William Blair & Company
Ziegler Capital Management, LLC.
Zions Bank

Direct Issuers of Commercial Paper

Various Corporations

OPEB Balances

Public Employees Retirement Association (PERA)
State Board of Investments (SBI), Minnesota

**Electronic platform transactions may also be executed with these broker/dealers.*

Appendix A (Showing additions and deletions)

**METROPOLITAN COUNCIL
2009 Authorized Financial Institutions**

Dated: November 12, 2008

Note: New entrants are bolded and italicized, deletions have a strike through their name.

Banking Services (Official Depository)

U.S. Bank, East Grand Forks

U.S. Bank, N.A.

Card Providers

Bank of America (Purchasing Card)

Bankcorp Bank, (FLEX and Pharmacy Debit Cards)

Elavon Inc. (Credit Card Processor, new)

Metavante (Credit Card Processor)

US Bank (Payroll Card)

Custodial Trust Accounts and Securities Lending:

State Street (OPEB Portfolio Execution & Custody)

U.S. Bank National Association

Wells Fargo

Broker/Dealers, Money Market Funds and Electronic Platforms*:

~~ABN Amro~~

Advest

Auerbach Grayson & Company (on behalf of Danske Bank and Nordea Bank)

Banc of America Securities

Bank of New York Mellon

Bank of the West

~~Barelays~~

Bloomberg (platform)

BNP Paribas SA

Bonddeskgroup (platform)

Buckhead

Cantor Fitzgerald Securities

CitiGroup Global Markets

Commonwealth Financial Network

~~Countrywide Financial Corp.~~

Credit Suisse Securities (USA) LLC. (Direct Trading, MMF)

Deutsche Bank Securities

Dresdener Kleinwort Wasserstein Securities

E*Trade

Federated Investors Inc. (Direct Trading, MMF)

Fifth Third Bank

First American Funds, Inc. (Direct Trading, MMF)
First Financial Bank
First Tennessee Capital Markets (Direct Trading)
G. X. Clarke & Co.
Gilford Securities Inc.
GMS Group
Goldman Sachs Group Inc.
HSBC Securities
ICAP—Intercapital Securities
J.D. Edwards
J.P. Morgan Chase & Co.
J.M. Lummis & Company
Jefferies & Company
KeyBanc Capital Markets Inc.
~~Lehman Brothers~~
Loop Capital
~~McDonald Investments~~
Merrill Lynch (Direct Trading)
Mizuho Securities
Morgan Keegan
Morgan Stanley (Direct Trading MMF)
National Financial Services
Nomura Securities International, Inc.
Northern Trust
Northland Securities
Pershing
Piper Jaffray (Direct Trading)
PNC Capital
RBS Greenwich Capital
R.J. O'Brien (Hedging Trades)
RBC Capital Markets Corporation, f.k.a., Dain Rauscher (Direct Trading)
Robert W. Baird & Co. (Direct Trading)
Stanford Group Company
Stephens, Inc.
Sterling Investments
Sterne, Agee & Leach, Inc.
SunTrust
Thomson TradeWeb (platform)
UBS Securities
U.S. Bancorp (Direct Trading & MMFs)
Vining Sparks
~~Wachovia Capital Markets~~
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