TO: County Council

FROM: Bob Schnur, Finance Director

DATE: May 22, 2020

RE: Council Approval of intergovernmental Agreement with Missouri Securities Investment Program (MOSIP)

This Bill is requesting Council approval for St. Charles County to become a member of the Missouri Securities Investment Program (MOSIP). MOSIP is a vehicle used by public entities around the State to invest idle funds. In recent months we have seen the interest rate applied to our overnight funds decline from 2.0 percent to .20 percent as the result of COVID-19’s effect on financial markets. MOSIP’s interest rate is presently three times better than the rate we are currently receiving. All collateral held by MOSIP which backs the program’s assets are investment types permitted by the Missouri Constitution for public entities to use. Approval of this agreement will result in approximately $20,000 more per month being earned on our overnight funds if only half of our available funds are moved to MOSIP. Please let me know if you have any questions.