



Recommendation for Action

File #: 21-2705, **Agenda Item #:** 49.

8/26/2021

Posting Language

Authorize negotiation and execution of a contract with J P Morgan Chase Bank to provide bank depository services, for a term of five years in an amount not to exceed \$2,600,000.

(Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the services required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established)

Lead Department

Purchasing Office.

Client Department(s)

Financial Services Department.

Fiscal Note

Funding in the amount of \$180,000 will be available in the Fiscal Year 2021-2022 Operating Budget of the Financial Services Department. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

The Purchasing Office issued a Request for Applications (RFA) 7400 AVB3002 for these services. The solicitation was issued on May 28, 2021 and closed on June 29, 2021. Of the three offers received, the recommended contractor submitted the best evaluated responsive offer. A complete solicitation package, including a log of offers received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=135375)
<https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=135375>.

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>>

NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Persons: Didi Broniszewski, at 512-974-9382 or Didi.Broniszewski@austintexas.gov <[mailto:%20Didi.Broniszewski@austintexas.gov](mailto:Didi.Broniszewski@austintexas.gov)> or Cyrenthia Ellis, at 512-974-1709 or Cyrenthia.Ellis@austintexas.gov <<mailto:Cyrenthia.Ellis@austintexas.gov>>.

Additional Backup Information:

The State of Texas municipal depository law, Local Government Code Chapter 105, provides the general provisions for depositories of municipal funds. Requirements pursuant to Chapter 105 of the Local Government Code include a depository contract term that does not exceed five years and approval by the governing body of the municipality.

The contract will engage a qualified financial institution to provide depository services for the City, which include the following: maintenance of required bank accounts, deposit services, lockbox processing services, check disbursement services, electronic funds transfers for outgoing and incoming transactions, balance/transaction reporting, safekeeping services, maintaining collateral requirements in accordance with State law (Chapter 2257, Government Code - Collateral for Public Funds) and the City Code, and other related services.

This contract is critical to maintaining the City's day to day financial operations. The current contract will expire May 31, 2022.

An evaluation team with expertise in this area evaluated the offers and scored J P Morgan Chase Bank as the best to provide these services based on cost, past experience, references, and personnel, services, and implementation plan.

Strategic Outcome(s):

Government that Works for All.