

Enclosure: V. J.

**THE GROSSE POINTE PUBLIC SCHOOL SYSTEM
Grosse Pointe, Michigan**

AGENDA NUMBER & TITLE: V. J.

**Approval of Investment Advisor Firm
Bond Proceeds**

BACKGROUND INFORMATION:

In November 2018, the Grosse Pointe Public School System voters approved a bond proposal of \$111,040,000 to be issued in two series. In January 2019, the Board of Education approved the sale of the first bond series in an amount not to exceed \$68 million. The bonds were sold on February 6, 2019 and the final closing and proceeds disbursed to the District will be the week of February 25, 2019.

The next step is to secure the services of an Investment Firm to assist the District in managing the bond proceeds. Administration's goal in the hiring of an investment firm is their understanding of Michigan legal requirements for investments of bond proceeds, security of the proceeds, and providing expertise in managing the optimum yield while providing liquidity for cash flow needs. Administration also reviewed the proposed fees for services provided.

We interviewed three firms and we are recommending Umbauh Cash Advisory Services, LLC. All three firms bring expertise and experience. Umbaugh has the investment program that will provide the best outcome for GPPSS including managing investments with security, flexibility for liquidity and processes to maximize potential investment income.

REQUEST:

That the Board approve the Umbaugh Cash Advisory Services, LLC as the Investment Advisor Firm for the 2019 Bond Proceeds.

Lisa Abbey
February 11, 2019

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