

Contact: Andrea Anania

**MODIFICATION OF FINANCIAL INSTITUTIONS, BROKERAGE FIRMS,
AND MONEY MARKET MUTUAL FUNDS**

Action Requested: Recommend the Board approve the increases in maximum deposit as highlighted below.

Executive Summary: Regent Policy Manual Chapter 2.2, §8H requires that changes in investment relationships be reviewed by the Audit/Compliance and Investment Committee (ACIC) and approved by the Board before institutions are permitted to use their services.

Financial Institutions – Iowa Code §12C.2 requires that the Board of Regents approve financial institutions that serve as depositories of its public funds. Approval must be entered by written resolution or order into the Board’s minutes, distinctly naming each approved depository and specifying the maximum amount which may be kept on deposit. Below are the Board-approved financial institutions. Approval is requested for the proposed changes as shown below:

| <u>UNIVERSITY OF IOWA</u> | <u>MAXIMUM DEPOSIT</u> | <u>LOCATION</u> |
|---|---|-----------------|
| Wells Fargo Bank | \$775,000,000 | Iowa |
| U.S. Bank | \$550,000,000 | Iowa |
| Bank of America | \$500,000,000 | Iowa |
| Bank of the West | \$150,000,000 | Iowa |
| Great Western Bank | \$60,000,000 \$100,000,000 | Iowa |
| Bankers Trust, Cedar Rapids | \$30,000,000 | Iowa |
| Dubuque Bank & Trust | \$60,000,000 | Iowa |
| Hills Bank & Trust Company | \$60,000,000 | Iowa |
| MidwestOne Bank | \$60,000,000 | Iowa |
| Regions Bank | \$150,000,000 | Iowa |
| University of Iowa Community Credit Union | \$60,000,000 | Iowa |
| West Bank | \$60,000,000 | Iowa |
| NXT Bank | \$5,000,000 | Iowa |
| Wells Fargo Bank ¹ | -- | Minnesota |
| Wells Fargo Bank ² | -- | Ohio |
| <u>IOWA STATE UNIVERSITY</u> | <u>MAXIMUM DEPOSIT</u> | <u>LOCATION</u> |
| Bankers Trust, Des Moines | \$150,000,000 \$200,000,000 | Iowa |
| Bank of America | \$100,000,000 | Iowa |
| Bank of the West | \$50,000,000 | Iowa |
| U.S. Bank | \$100,000,000 | Iowa |
| Wells Fargo Bank | \$100,000,000 | Iowa |
| Great Western Bank | \$150,000,000 | Iowa |
| First National Bank, Ames | \$25,000,000 | Iowa |
| Wells Fargo Bank ¹ | -- | Minnesota |
| <u>UNIVERSITY OF NORTHERN IOWA</u> | <u>MAXIMUM DEPOSIT</u> | <u>LOCATION</u> |
| Wells Fargo Bank | \$30,000,000 \$50,000,000 | Iowa |
| Regions Bank | \$30,000,000 | Iowa |
| U.S. Bank | \$30,000,000 | Iowa |
| Regions Bank ² | -- | Illinois |
| Wells Fargo Bank ¹ | -- | Minnesota |

Continued on the following page.

| <u>IOWA SCHOOL FOR THE DEAF</u> | <u>MAXIMUM DEPOSIT</u> | <u>LOCATION</u> |
|---------------------------------|------------------------|-----------------|
| U.S. Bank | \$3,000,000 | Iowa |
| Wells Fargo Bank ² | -- | Iowa |

| <u>IOWA BRAILLE AND SIGHT SAVING SCHOOL</u> | | |
|---|-------------|------|
| Regions Bank | \$1,600,000 | Iowa |

1. Custodial Account.
2. Controlled Disbursement Account.

Note: Maximum deposit amounts are not required for custodial and controlled disbursement accounts.

Brokerage Firms – Once approval is granted by the Board, brokerage firms may be used by all Regent institutions. Below are the Board-approved brokerage firms. No changes are proposed.

- ▶ D.A. Davidson & Co.
 - ▶ Morgan Stanley Smith Barney
 - ▶ Piper Jaffray, & Co.
 - ▶ Raymond James & Associates
 - ▶ RBC Wealth Management
 - ▶ Wells Fargo Brokerage Services LLC
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Disclosures – With respect to the financial institutions and brokerage firms listed in this memorandum, the: (1) Regents; (2) University Presidents, Treasurers, and Business and Finance Administrators; and (3) Special Schools Superintendent and Director of Business Operations disclose the following:

- ◆ ISU President Steven Leath is a member of the Board of Directors of Bankers Trust of Des Moines.
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For a complete listing of all Board member disclosures, including items unrelated to this agenda item, please see the Transparency section on the Board of Regents website: <http://www.iowaregents.edu/plans-and-policies/transparency/>

Money Market Mutual Funds – Various investment programs of SUI, ISU, and UNI contain allocations to money market mutual funds (MMMF). Having multiple money market options from which to choose provides flexibility; the universities use these funds at their discretion.

Below are the Board-approved money market mutual funds.

| Fund Name | Ticker |
|--|---------------|
| Prime | |
| BlackRock TempCash | TMCXX |
| BlackRock TempFund | TMPXX |
| Dreyfus Cash Management | DICXX |
| Federated Money Market Management Fund | MMPXX |
| Federated Prime Obligations Fund | POIXX |
| Federated Prime Value Obligations Fund | PVOXX |
| JP Morgan Prime Money Market Fund | CJPXX |
| SSGA Institutional Liquid Reserves Fund | SSIXX |
| Vanguard Prime Money Market Fund | VMRXX |
| Wells Fargo Heritage Money Market Fund | SHIXX |
| Wells Fargo Heritage Money Market Fund | WFJXX |
| Wells Fargo Cash Investment Money Market Fund | SHIXX |
| Wells Fargo Cash Investment Money Market Fund | WFIXX |
| Wells Fargo Cash Investment Money Market Fund | WFQXX |
| Western Asset Institutional Liquid Reserves | CILXX |
| Government | |
| BlackRock FedFund | TFDXX |
| Dreyfus Government Cash Management | DGCXX |
| Dreyfus Government Prime Cash Management | DIPXX |
| Federated Government Obligations Fund | GOIXX |
| JP Morgan U.S. Gov't Money Market Fund | OGVXX |
| SSGA Institutional U.S. Gov't Money Market Fund | GVMXX |
| Wells Fargo Government Money Market Fund | GVIXX |
| Western Asset Institutional Government Reserves | INGXX |
| Treasury | |
| BlackRock T-Fund | TSTXX |
| Dreyfus Treasury Prime Cash Management | DIRXX |
| Dreyfus Treasury & Agency Cash Management | DTRXX |
| Federated Treasury Obligations Fund | TOIXX |
| JP Morgan 100% U.S. Treasury Money Market Fund | CJTXX |
| SSGA Institutional Treasury Money Market Fund | TRIXX |
| Wells Fargo Treasury Plus Money Market Fund | PISXX |
| Western Asset Institutional U.S. Treasury Reserves | CIIXX |