

Collin County Community College District Board of Trustees

2018-6-4

June 26, 2018

Ken Lynn
Chief Financial Officer

- AGENDA ITEM:** Report Out of the Finance and Audit Committee and Recommendation of Approval of the Authorized Broker/Dealer List Recommended by Patterson & Associates, Investment Advisors to Collin College
- DISCUSSION:** Policy CAK (Local) requires that the Board of Trustees annually review and approve the list of approved Broker/Dealers with which the College is authorized to transact investment activity. At the regular meeting of the Board in March 2016 a contract was awarded to Patterson & Associates to act as investment advisors to Collin College. In their capacity as investment advisors, Patterson & Associates has recommended a list of primary dealers which the College is authorized to execute securities transactions. Primary dealers are banks or securities broker-dealers who may trade directly with the Federal Reserve System of the United States. Primary dealers purchase the vast majority of US Treasury securities and resell them to the public and other brokerage firms. Because of the large volume of US Treasury securities they trade they are often able to offer securities at an advantageous price.
- DISTRICT PRESIDENT'S RECOMMENDATION:** The District President recommends the attached list of broker/dealers for the College to seek securities transactions bids and to effect the purchase of securities for the investment portfolio of the College.
- SUGGESTED MOTION:** "Mr. Chairman, I make a motion that the Board of Trustees of Collin County Community College District approves the attached list of broker/dealers for the College to seek securities transactions bids and to effect the purchase of securities for the investment portfolio of the College." (If a recommendation comes out of committee, it will come as a motion and second.)