

VILLAGE OF DOWNERS GROVE
Report for the Village Council Meeting
6/16/2015

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| SUBJECT: | SUBMITTED BY: |
| Extension of Banking Services Agreement with MB Financial | Judy Buttny Finance Director |

SYNOPSIS

A resolution has been prepared to authorize a two year extension to an agreement with MB Financial for banking services.

STRATEGIC PLAN ALIGNMENT

The goals for 2011-2018 include *Exceptional Municipal Organization*.

FISCAL IMPACT

There is no fiscal impact to the Village. The agreement with MB Financial states that compensating balances of \$2.7 million in the Village's cash accounts would result in a waiver of bank fees. This is the same method that the Village has been using since FY11 to pay for banking fees and is consistent with the FY15 budget.

RECOMMENDATION

Approval on June 16, 2015 Consent Agenda.

BACKGROUND

In July of 2012, the Village entered into a banking services agreement with Cole Taylor after an RFP process. In 2013, Cole Taylor merged with MB Financial. The original agreement was for three years, with the option of a two year extension. MB Financial has agreed to extend the contract for two years at the same pricing. The Village has been very pleased with the customer service provided by MB Financial.

ATTACHMENTS

Resolution
Contract Extension

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING EXECUTION OF AN EXTENSION TO THE
AGREEMENTS BETWEEN THE VILLAGE OF
DOWNERS GROVE AND MB FINANCIAL BANK, N.A.**

BE IT RESOLVED by the Village Council of the Village of Downers Grove, DuPage County, Illinois, as follows:

1. That the form and substance of a certain Extension Agreement (the "Agreement"), between the Village of Downers Grove ("Secured Party") and MB Financial Bank, N.A. f/k/a Cole Taylor Bank ("Bank"), for banking and treasury management services, as set forth in the form of the Agreement submitted to this meeting with the recommendation of the Village Manager, is hereby approved.

2. That the Village Manager and Village Clerk are hereby respectively authorized and directed for and on behalf of the Village to execute, attest, seal and deliver the Agreement, substantially in the form approved in the foregoing paragraph of this Resolution, together with such changes as the Manager shall deem necessary.

3. That the proper officials, agents and employees of the Village are hereby authorized and directed to take such further action as they may deem necessary or appropriate to perform all obligations and commitments of the Village in accordance with the provisions of the Agreement and that the Village Manager is authorized to designate certain Village employees as Authorized persons@ to carry out activities under the Agreement.

4. That all resolutions or parts of resolutions in conflict with the provisions of this Resolution are hereby repealed.

5. That this Resolution shall be in full force and effect from and after its passage as provided by law.

Mayor

Passed:

Attest: _____
Village Clerk

**EXTENSION TO THE AGREEMENT BETWEEN
THE VILLAGE OF DOWNERS GROVE AND
MB FINANCIAL BANK, N.A.**

The Village of Downers Grove, Illinois and MB Financial Bank, N.A. (formerly Cole Taylor Bank) entered into numerous agreements for Banking Services in July 2012. Pursuant to the terms stated therein, the parties desire to extend that contract for a two-year period under the following terms:

1. MB Financial Bank N.A. agrees to perform services at the same rates set forth in July 2012 Banking Services Agreements.
2. Bank further agrees to continue to provide Treasury Management Services pursuant to the below referenced Agreements:
 - Master Treasury Management Services Agreement
 - Remote Deposit Service Agreement
 - Funds Transfer Service Agreement
 - ACH Origination Service Agreement
 - On-Line Reporter Service Agreement
 - CD-Rom Service Agreement
 - ACH/Check Positive Pay Service Agreement
 - Addendum/Side Letter dated 8/6/12
2. All terms and conditions from all of the above agreements will remain in full force and effect.
3. This is the first optional extension and it shall continue for a two-year period ending July 31, 2017.

VILLAGE OF DOWNERS GROVE

MB FINANCIAL BANK, N.A.

By: _____

By: Jill Hagan

Title: Village Manager

Title: SVP, Division Manager, Government
Banking

Date: _____

Date: 5-26-15