



Contra
Costa
County

To: Board of Supervisors
From: Russell Watts, Treasurer-Tax Collector
Date: January 14, 2014

Subject: Financial services agreement with BlackRock Investment Management, LLC

RECOMMENDATION(S):

APPROVE and AUTHORIZE the County Treasurer to enter into a contract for financial services with BlackRock Investment Management, LLC ("BlackRock"), including indemnification of BlackRock, for the purpose of managing the investment of bond proceeds for the Contra Costa County Community College District.

FISCAL IMPACT:

Service fees and costs will be paid for out of the bond proceeds of the Contra Costa County Community College District.

BACKGROUND:

The County Treasurer manages and invests the funds of County agencies, including 21 special districts, 19 school districts and one community college district. The Contra Costa County Community College District has requested that County Treasurer permit its bond proceeds to be invested outside of the County investment

☒ APPROVE

☐ OTHER

☒ RECOMMENDATION OF CNTY ADMINISTRATOR

☐ RECOMMENDATION OF BOARD COMMITTEE

Action of Board On: **01/14/2014** ☒ APPROVED AS RECOMMENDED ☐ OTHER

Clerks Notes:

VOTE OF SUPERVISORS

AYE: John Gioia, District I Supervisor
Candace Andersen, District II Supervisor
Mary N. Piepho, District III Supervisor
Karen Mitchoff, District IV Supervisor
Federal D. Glover, District V Supervisor

I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown.

ATTESTED: January 14, 2014

David Twa, County Administrator and Clerk of the Board of Supervisors

By: Chris Heck, Deputy

Contact: Brice Bins, 925
957-2848

cc:

BACKGROUND: (CONT'D)

pool. Specifically, it has requested that the Treasurer authorize the investment of its bond proceeds with Morgan Stanley Smith Barney LLC (“Morgan Stanley”) and its associated asset managers.

BlackRock is an asset manager associated with Morgan Stanley, which Morgan Stanley has selected to invest the bond proceeds for the Contra Costa County Community College District. Pursuant to the financial services agreement between BlackRock and the County, BlackRock will invest the bond proceeds in exchange for a fee.

CONSEQUENCE OF NEGATIVE ACTION:

If the agreement is not authorized, BlackRock will not be authorized to invest the bond proceeds of Contra Costa County Community College District.

CHILDREN'S IMPACT STATEMENT:

Not applicable.