



Date: May 12, 2022
To: Board of Directors
From: Lisa Mundis, Finance Director
Subject: General Funds Transfer to LAIF Account

Recommendation:

Approve the transfer of \$1.2 million from the General Fund checking account into the Local Agency Investment Fund (LAIF).

Rationale for Recommendation:

Transfers of funds have historically been done once a year to move taxpayer funds into an interest bearing account, to maximize benefit to the community.

Background:

The Local Agency Investment Fund (LAIF) was established by the Office of the State Treasury to offer local agencies the opportunity to participate in major portfolio, which invests hundreds of millions of tax dollars, using the investment expertise of the State Treasurer's Office investment staff at no addition cost to the taxpayer.

Fiscal Impact:

Uncertain. The LAIF fund interest yield is higher than that of the current checking account. Market variables make it difficult to estimate additional earnings.