



CITY COUNCIL AGENDA ITEM

REQUESTED COUNCIL MEETING DATE 6/20/06

SUBJECT: Amendment # 3 (extension) to the PFM Group for Investment Advisory Services

DEPARTMENT: Finance

RECOMMENDED MOTION:

Staff recommends the City Council approve amendment number three (3) to the PFM Group for Investment Advisory Services.

SUMMARY:

The City Council awarded the Investment Advisory Services Contract to the PFM Group in 2001. In that contract there was an option for extension for three two-year periods of time, if mutually agreeable by both parties, under the same terms and conditions as in the original contract. This amendment is for the third extension, which will extend the contract through May 1, 2008. Staff recommends that the City Council approve this amendment.

ATTACHMENTS: Ordinance Resolution Budget Resolution

Other Support Documents/Contracts Available for Review in Manager's Office

DEPARTMENT HEAD

John Shelley, Finance Director

Date

6/5/06

FINANCE DEPARTMENT

John A. Shelley

Approved as to Budget Requirements

Date

6/7/06

CITY ATTORNEY

Stella Scherer

Approved as to Form and Legality

Date

CITY MANAGER

J. Kelly

Approved Agenda Item For:

6/20/06

COUNCIL ACTION:

- Approved as Recommended
- Disapproved
- Tabled Indefinitely
- Continued to Date Certain
- Approved with Modification:

**THIRD AMENDMENT TO
INVESTMENT ADVISORY AGREEMENT**

THIS THIRD AMENDMENT TO INVESTMENT ADVISORY AGREEMENT (THE "AMENDMENT") made as of May 1, 2006, is entered into between the CITY OF PORT ORANGE, FLORIDA, a public agency (hereinafter the "City"), with offices at 1000 City Center Circle Port Orange, Florida and PFM Asset Management LLC. (hereinafter "PFM" or the "Investment Advisor"), a Pennsylvania corporation with an office at 300 South Orange Avenue, Suite 1170, Orlando, Florida, (hereinafter "PFM" or the "Investment Advisor").

WITNESSETH

WHEREAS, the City and PFM entered into an Investment Advisory Agreement (The "Agreement") dated as of the 1st day of May in the year of 2001; and

WHEREAS, PFM has served the City in the capacity of the Investment Advisor under the terms and conditions of the Agreement; and

WHEREAS, the Agreement allows for three (3) two-year optional renewal periods plus the initial one contractual year, for a possible total of seven (7) years; and

NOW THEREFORE, the City and PFM in consideration of the premises and mutual covenants herein contained, and intending to be legally bound, hereby agree to extend the Investment Advisory Agreement through May 1, 2008 and all provisions of the Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have caused this Amendment to be executed by their authorized representatives as of the date set forth in the first paragraph of this Amendment.

WITNESS:



Witness

PFM ASSET MANAGEMENT LLC

By: 

Steven Alexander
Managing Director

CITY OF PORT ORANGE, FLORIDA

By: _____

Witness

Kenneth W. Parker
City Manager