

RESOLUTION NO. 36-21

CITY OF CENTERVILLE, OHIO

SPONSORED BY COUNCILMEMBER Dore Luke ON THE
20th DAY OF July, 1981.

A RESOLUTION DESIGNATING A PUBLIC DEPOSITORY AND AWARDING PUBLIC MONIES.

WHEREAS, pursuant to Section 135.12 Ohio Revised Code, the Council of the City of Centerville must meet in open session and designate a public depository, on the basis of written applications received, for deposit of active and/or interim funds for the period commencing August 23, 1981 and ending August 22, 1983; and

WHEREAS, the Council of the City of Centerville, Ohio has estimated the probable amount of active deposits to be deposited at the beginning of the period of designation to be Four Hundred Thousand Dollars (\$400,000.00), and the probable maximum amount to be so deposited at any one time during such period to be up to Seven Hundred Thousand Dollars (\$700,000.00), and

WHEREAS, the Council of the City of Centerville, Ohio has estimated the probable amount of interim deposits to be deposited at the beginning of the period of designation to be Five Hundred Thousand Dollars (\$500,000.00), and the probable maximum amount to be so deposited at any one time during such period to be up to Two Million Dollars (\$2,000,000.00), and

WHEREAS, written application has been received from Gem Savings Association, Dayton, Ohio as follows:

For Interim Deposits
Maximum of Two Million Dollars (\$2,000,000.00),

A copy of said application with a copy of the financial statement of said Gem Savings Association are attached hereto, incorporated herein by reference, and marked Exhibit "A", and

WHEREAS, Council finds that the said Gem Savings Association applied for interim deposits, and that the sureties and securities tendered are proper, namely: Such collateral in the amount necessary to sufficiently cover the total deposits as enumerated in section 135.18 O.R.C.

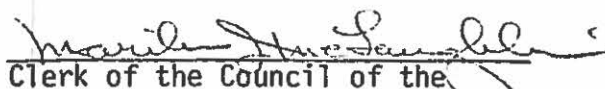
THEREFORE, BE IT RESOLVED BY THE MUNICIPALITY OF CENTERVILLE:

That deposit of interim deposits of the City, up to the maximum amount set forth herein, as determined by Council, be awarded to Gem Savings Association which bank shall become a depository for the monies of the City for a period of two years upon duly executing and delivering the sureties and securities tendered as evidence by written Memorandum of Agreement to be executed by the City with said depository.

PASSED this 20th day of July, 1981.

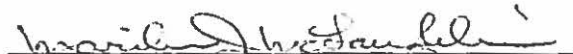

MAYOR - CITY OF CENTERVILLE, OHIO

ATTEST:


Clerk of the Council of the
City of Centerville, Ohio

C E R T I F I C A T E

The undersigned, Clerk of the Council of the City of Centerville, Ohio hereby certifies the foregoing to be a true and correct copy of Resolution No. 30-81, passed by the Council of the City of Centerville, Ohio, on the 20th day of July, 1981.


Clerk of the Council

Approved as to form, consistency
with existing ordinances, the
charter & constitutional provisions.

Department of Law
Robert N. Farquhar
Municipal Attorney

93rd Annual Statement

Assets	1980	1979
Cash and Securities	\$ 119,494,116	\$ 91,205,647
Mortgage Loans	892,882,437	848,890,469
Consumer Loans	12,187,583	7,490,536
Investment in Service Corporations	27,877,999	7,969,582
Federal Home Loan Bank Stock	8,336,300	7,553,700
Prepayments—FSLIC Secondary Reserve	1,178,276	1,433,295
Our Office Buildings	3,625,389	10,713,456
Furniture and Fixtures	2,665,308	1,599,288
Real Estate Owned	604,411	139,111
Other Assets	10,088,948	7,411,370
Total	\$1,078,940,767	\$984,406,454

Liabilities		
Savings Accounts	\$ 904,731,839	\$801,660,056
Loans in Process	11,363,538	21,603,159
Borrowed Funds	93,491,750	94,799,725
Provision for Federal Income Tax	1,228,364	1,237,542
Advance Payments by Borrowers for Taxes and Insurance	4,099,393	3,908,394
Other Liabilities	2,189,083	1,849,009
Deferred Credits	2,053,162	2,665,661
General and Unallocated Reserves	59,783,638	56,682,908
Total	\$1,078,940,767	\$984,406,454



STATEMENT OF CONDITION

FINANCIAL INSTITUTIONS

The year 1980 was a time of financial progress for Gem Savings. First of all, a major milestone of \$1 billion in assets was reached in June.

By year's end, assets increased more than \$94.5 million from the previous year to almost \$1 billion, 79 million. This growth enabled Gem Savings to maintain its position as the largest thrift institution in our service area.

The cost of funds kept loan rates at record highs for much of 1980. Though Gem Savings had adequate funds to keep its full range of mortgage loans available throughout the year, the housing market was considerably dampened by inflationary pressures. Because of this, the \$118.5 million we made in all types of loans last year was the lowest gross loan amount made since 1975.

In 1980, Gem Savings paid a record \$72.5 million in savings interest. This is a 31.5% increase over the previous year. Our staff processed an astounding number of new savings accounts in 1980—66,700. Of this number, nearly 31,000 represented new savings deposits. This brought the total savings accounts serviced at the end of 1980 to more than 171,000. Included in this number were 4,400 Gem Checking accounts, opened in advance of the January, 1981, NOW account date.

The year's savings gain was \$103 million. That was almost \$63 million higher than the gain in 1979 and reflected increased activity in the acquisition of funds from public and private corporations, as well as from regular savers. This gain, combined with loan repayments of \$74 million, and slackening loan de-

mand, meant the association had no need to increase Federal Home Loan Bank advances. In fact, these advances were reduced slightly from the previous year. This and other liability payments reduced our asset growth to less than our growth in savings.

In a year in which the U.S. League of Savings Associations reported 28% of the nation's savings and loans showed a net operating loss, Gem Savings posted gains. Reserves increased by over \$3.1 million, to a total of almost \$60 million. Our net return on assets was .30%, while the national average for the savings and loan industry was .16%.

Part of the credit for maintaining a good reserve position in 1980 was due to the flexibility of our staff in searching for and adopting changes that provide new and better investment opportunities. Among these were new cash management techniques which increased the profitability of our investments. These changes added thousands of dollars to revenue, while actually reducing the workload in some areas. In addition the investment services area increased revenues by more than 28% over 1979 and increased trading gains by 278%.

Gem Savings also improved its information systems to strengthen forecasting of performance and liquidity needs. In 1981 we are installing a state-of-the-art accounting, forecasting and costing system. We look forward confidently to the remainder of the decade, knowing that we are becoming better prepared and constantly adapting to face the changing economic environment.

APPLICATION FOR DEPOSIT OF PUBLIC MONEYS

(R.C. 135.06, 135.08, 135.10)

To the Commissioners of The City of Centerville
(Governing Board) Montgomery County, Ohio

The undersigned Gem Savings Association of Montgomery County, Ohio, hereby makes application to be designated as a depository for inactive and/or interim and/or active funds belonging to said The City of Centerville for a period of Two years from the 23rd day of August 1981 in the total amount of Two Million Dollars (\$2,000,000.00), which amount is not in excess of ^{ten}~~thirty~~ per cent of the applicant's total ^{assets}~~non-public deposit liability~~ of \$ 1,078,940,767.00, as revealed by the financial statement attached hereto.

The maximum amount of such public moneys which this applicant desires to receive and have on deposit as inactive deposits at any one time during the period covered by this designation is a total of _____ Dollars (\$_____), to be held:

- \$_____ for not less than _____ days at _____ per cent interest;
- \$_____ for not less than _____ days at _____ per cent interest;
- \$_____ for not less than _____ days at _____ per cent interest;
- \$_____ for not less than _____ days at _____ per cent interest;

The maximum amount of such public moneys which this applicant desires to receive and have on deposit as interim deposits at any one time during the period covered by this designation is a total of Two Million Dollars (\$ 2,000,000.00), to be held:

*Bids on \$100,000.00 or more are negotiable based on terms and amounts.

- \$_____ for not less than 30 days at _____ per cent interest;
- \$_____ for not less than _____ days at _____ per cent interest;
- \$_____ for not less than _____ days at _____ per cent interest;
- \$_____ for not less than _____ days at _____ per cent interest;

The maximum amount of such public moneys which this applicant desires to receive and have on deposit as active deposits at any one time during the period covered by this designation is _____ Dollars (\$_____).

This application is accompanied by a financial statement of the applicant under oath of its President in such detail as to show the capital funds of the applicant as of the date of its latest report to the superintendent of banks or comptroller of the currency, adjusted to show any changes therein made prior to the date of the application.
(Cashier, Treasurer, or other officer)

The undersigned bank, if designated as said depository, will comply in all respects with the laws of Ohio relative to the deposit of such funds and will furnish as security for funds deposited over the amount insured by the Federal Deposit Insurance Corporation,¹ as required by the state depository code section 135.

~~XXXXXXXXXXXXXXXXXXXX~~

Dollars (\$.....).

IN WITNESS WHEREOF, we have by authority of our board of directors, caused our corporate seal to be hereunto affixed and these presents to be signed by our..... Vice president and cashier, this..... 17th..... day of..... June..... 19..81.....

Gem Savings Association

(Name of Bank)

BY..... *Allen E. Ault*.....
Authorized Officer

Attest:..... *Nick Motto*.....
Authorized Officer

1. Surety company bond; acceptable securities as enumerated in R.C. 135.18; first mortgages as provided in R.C. 131.09. These securities shall be deposited with the treasurer of the governing board, or as otherwise authorized by law.