

## AUDIT COMMITTEE REPORT

**REPORT:** Bank Migration from JP Morgan Chase, N.A. to MUFG Union Bank, N.A.

**MEETING DATE:** 7/19/2018

**SUBMITTED BY:** Julie Lam, Port Controller

**APPROVED BY:** Sara Lee, Chief Financial Officer

In late Fall 2018, the Port will migrate its depository and custodial banking services from JP Morgan Chase, N.A. (JP Morgan) to MUFG Union Bank, N.A. (Union Bank).

Under the City of Oakland (City) Charter, Port funds are held with the City Treasury. Since 2014, JP Morgan has been providing the City and consequently the Port, with banking services. On September 15, 2017, the City issued a Request for Proposal for depository and custodial banking services in anticipation of the JP Morgan contract expiring on June 30, 2018. Port staff participated in the selection process, and Union Bank was determined to be the highest ranked provider of depository and custodial banking services. On June 5, 2018, City Council approved a contract with Union Bank through December 31, 2021, with three options to extend for one-year. Given the transition period necessary to migrate all banking services from JP Morgan to Union Bank, City Council also extended the JP Morgan contract to December 31, 2018. City and Port staff are currently working on migrating all banking services from JP Morgan to Union bank and anticipate completion by November 1, 2018.