



Legislation Details (With Text)

File #: Res. 2019-56R **Version:** 1 **Name:**

Type: Resolution **Status:** Individual Consideration

File created: 2/4/2019 **In control:** City Council

On agenda: 4/2/2019 **Final action:**

Title: Consider approval of Resolution 2019-56R, adopting revised Investment Policies for Operating Funds and Reserve Funds as required by Texas Government Code Section 2256.005; and declaring an effective date.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Investment Policies - 2019 Resolution, 2. FY19 Investment Policy Operating March 2019 Final, 3. FY19 Investment Policy Operating Redline March 2019, 4. FY19 Investment Policy Reserves March 2019 Final, 5. FY19 Investment Policy Reserves Redline March 2019

Date	Ver.	Action By	Action	Result
4/2/2019	1	City Council	approved	Pass

AGENDA CAPTION:

Consider approval of Resolution 2019-56R, adopting revised Investment Policies for Operating Funds and Reserve Funds as required by Texas Government Code Section 2256.005; and declaring an effective date.

Meeting date: April 2, 2019

Department: Finance-Heather Hurlbert, Finance Director

Amount & Source of Funding

Funds Required: N/A

Account Number: N/A

Funds Available: N/A

Account Name: N/A

Fiscal Note:

Prior Council Action: Presentation and discussion with the Finance and Audit Committee March 28, 2019

City Council Strategic Initiative: [Please select from the dropdown menu below]

Choose an item.

Choose an item.

Choose an item.

Comprehensive Plan Element (s): [Please select the Plan element(s) and Goal # from dropdown menu]

below]

- ☐ Economic Development - Choose an item.
- ☐ Environment & Resource Protection - Choose an item.
- ☐ Land Use - Choose an item.
- ☐ Neighborhoods & Housing - Choose an item.
- ☐ Parks, Public Spaces & Facilities - Choose an item.
- ☐ Transportation - Choose an item.
- ☒ Not Applicable

Master Plan: *[Please select the corresponding Master Plan from the dropdown menu below (if applicable)]*

Choose an item.

Background Information:

The Public Funds Investment Act (PFIA) requires the Investment Officer present the City's investment policy to City Council for approval on an annual basis. Staff proposes several changes to the policy, which include the following:

- Modified section XIII-Diversification to adjust the "Maximum % of Portfolio" on the following investment types in the operating policy due to changes in the return on these types of investments:
 - Commercial Paper from 30-40%
 - Certificates of Deposits from 40-30%
- Modified section XIII-Diversification to adjust the investment type from constant dollar investment pools to Local Government Investment pools to reflect a change in the PFIA language in both the operating and reserve policy.
- Modified section XVI-Reporting to reflect that reporting to the Investment Committee is quarterly instead of monthly in both the operating and reserve policy.

These changes were presented to the Finance and Audit Committee on March 28, 2019. The modified Investment policies are attached.

Council Committee, Board/Commission Action:

Click or tap here to enter text.

Alternatives:

Click or tap here to enter text.

Recommendation:

Click or tap here to enter text.