



AGENDA MEMORANDUM

Action Item for the City Council Meeting November 12, 2019

DATE: September 26, 2019

TO: Peter Zaroni, City Manager

FROM: Alma Casas, Interim Director of Finance and Business Analysis
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Approval of the City's Investment Policy and Investment Strategies

CAPTION:

Resolution amending and reaffirming the City of Corpus Christi's Investment Policy and Investment Strategies for Fiscal Year 2019-2020.

SUMMARY:

The Public Funds Investment Act requires annual review by the governing body of its Investment Policy and adoption of a written instrument stating that it has reviewed the investment policy and investment strategies.

BACKGROUND AND FINDINGS:

Under Texas Government Code, Chapter 2256, Subchapter A. Authorized Investments for Governmental Entities, the State of Texas delineates the types of investments and the investment rules that must be followed by governmental entities. This chapter is often referred to as the "Public Funds Investment Act". In accordance with the Public Funds Investment Act, the governing body must approve the City's investment policy annually.

Last year, City Council approved the City's Investment Policy and Investment Strategies on December 4, 2018. On January 31, 2019, the Government Treasurers' Organization of Texas (GTOT) awarded the City of Corpus Christi a Certificate of Distinction for its Investment Policy and Investment Strategies. This is the first time the City has applied for or been awarded this distinction.

Style and formatting changes, along with substantive amendments, are being made to the previous fiscal year's 2018-2019 Investment Policy and Investment Strategies document, with such changes and amendments delineated and described below:

- (a) Deletion of the Assistant City Managers and City Attorney as Investment Committee members; addition of the Chief Financial Officer and Assistant Director of Finance and Business Analysis.
- (b) Revisions made, where necessary, to recognize the newly renamed Finance and Business Analysis Department.
- (c) Addition of the Chief Financial Officer as an Investment Officer.

The City's Investment Committee met on September 11, 2019 and approved the revisions to the Investment Policy. The City's investment advisor has also reviewed and approved the revisions.

ALTERNATIVES:

The change of the name from the Financial Services Department to the Finance and Business Analysis Department warranted some revisions. The changes to the Investment Committee members place the subject matter experts as voting members of the committee overseeing the investment decisions.

FISCAL IMPACT:

There is no fiscal impact.

RECOMMENDATION:

Staff recommends approval of the resolution amending and reaffirming the City of Corpus Christi's Investment Policy and Investment Strategies for Fiscal Year 2019-2020 as presented.

LIST OF SUPPORTING DOCUMENTS:

City of Corpus Christi Investment Policy and Investment Strategies
Resolution