

Resolution amending and reaffirming the North Padre Island Development Corporation's Investment Policy and Investment Strategies for fiscal year 2020-2021.

WHEREAS, the Texas Public Funds Investment Act requires the governing body to annually review, amend as necessary, and reaffirm its investment policy and investment strategies;

WHEREAS, the North Padre Island Development Corporation's Investment Policy and Investment Strategies were previously reviewed and reaffirmed for fiscal year 2019-2020 on August 27, 2019; and

WHEREAS, the Investment Policy and Investment Strategies were reviewed for fiscal year 2020-2021 by the Investment Committee on June 25, 2020; recommended by the committee for approval with style and formatting changes, substantive amendments, and an updated issuance date; and are being recommended for reaffirmation by the Board of Directors of the North Padre Island Development Corporation (the "Board").

Therefore, be it resolved by the Board of Directors of the North Padre Island Development Corporation:

Section 1. The Board has reviewed the North Padre Island Development Corporation's Investment Policy and Investment Strategies for fiscal year 2020-2021. A copy of the Investment Policy, which contains the separate Investment Strategies, for fiscal year 2020-2021 is attached to this resolution as Exhibit A and incorporated by reference into this resolution as if set out here in its entirety.

Section 2. Style and formatting changes, along with substantive amendments, are being made to the previous fiscal year's Investment Policy and Investment Strategies document, with such changes and amendments delineated and described below:

- (a) Section VIII, "Authorized Investments," subsection A.2. is changed from a maturity of one year to two years and amended to read as follows: "Fully FDIC insured depository certificates of deposit of banks doing business in Texas with a maximum maturity of two years."
- (b) Section VIII, "Authorized Investments," subsection A.7. is changed from a maturity of two years to three years, expanded to include other government units, and amended to read as follows: "General debt obligations of any U.S. States, agencies, counties, cities, and other political subdivisions of any state rated no less than A by a nationally recognized rating agency and with a maximum stated maturity of three years."
- (c) Section VIII, "Authorized Investments," subsection A.9. is changed from a maturity of 180 days to 270 days, expanded to include equivalent-rated commercial paper in accordance with State law, and amended to read as follows: "A1/P1, or equivalent, rated commercial paper with a maximum maturity of 270 days subject to meeting one of the two stated conditions in Sec. 2256.013."

(d) Remove additional line spacing between subparts and revise the page numbers in the Table of Contents.

Section 3. With an updated issuance date that coincides with the date this resolution is passed, the Board approves the Investment Policy and Investment Strategies for fiscal year 2020-2021 and reaffirms the continuation of the policy and strategies in full force and effect.

PASSED AND APPROVED on the _____ day of _____, 2020:

Greg Smith _____

Roland Barrera _____

Rudy Garza _____

Paulette M. Guajardo _____

Gil Hernandez _____

Michael Hunter _____

Joe McComb _____

Ben Molina _____

Everett Roy _____

ATTEST:

North Padre Island Development Corporation

Rebecca Huerta
City Secretary

Greg Smith
President