



AGENDA MEMORANDUM

Future Agenda for the City Council Meeting of December 8, 2015
Action Item for the City Council Meeting of December 15, 2015

DATE: November 17, 2015

TO: Ronald L. Olson, City Manager

FROM: Constance P. Sanchez, Director of Financial Services
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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 2015-2016

PURPOSE:

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. City staff is recommending reaffirmation of the existing policy with the following changes to correct and clarify certain provisions:

- (a) Cover Page: The date is amended to reflect the date of reaffirmation;
- (b) Document: Changes to the formatting of the document including bolding, tabs, margins, spacing and underscoring so that the document's appearance would be more consistent;

(c) Page 4, Section IV.C. entitled "Investment Yield": Remove Lonestar from the six-month average; and

(d) Page 12, Section VII.B. entitled "Investment Officers": Change the required number of hours of training from 10 to 8 for the PFIA training that is required after the initial 10 hour of training due to a change in requirements as a result of HB 870 approved in 2015.

Additionally, the City has established an Investment Committee which consists of the City Manager, Deputy City Manager, Assistant City Managers, City Attorney, Director of Financial Services, and Assistant Director of Management and Budget, or their designees. The Committee met on November 16, 2015 and approved the Investment Policy with the changes noted above.

ALTERNATIVES:

n/a

OTHER CONSIDERATIONS:

n/a

CONFORMITY TO CITY POLICY:

This item conforms to City policy.

EMERGENCY / NON-EMERGENCY:

n/a

DEPARTMENTAL CLEARANCES:

- Legal Department
- Investment Committee

FINANCIAL IMPACT:

X Not Applicable Operating Expense Revenue CIP

FISCAL YEAR:	Project to Date Exp. (CIP Only)	Current Year	Future Years	TOTALS
Budget	-	\$ -	\$ -	\$ -
Encumbered/Expended amount of (date)	-	-	-	-
This item	-	\$ -	\$ -	\$ -
BALANCE	-	\$ -	\$ -	\$ -
FUND(S):				

COMMENTS:

n/a

RECOMMENDATION:

Staff recommends approval of the resolution as presented.

LIST OF SUPPORTING DOCUMENTS:

City Investment Policy (without appendices)

City Investment Policy - redline (without appendices)

Resolution