

**Resolution amending and reaffirming the City of Corpus Christi's Investment Policy and Investment Strategies for fiscal year 2020-2021.**

**WHEREAS**, the City of Corpus Christi's Investment Policy and Investment Strategies were first adopted pursuant to Resolution No. 022390 on October 24, 1995;

**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 Investment Policy and Investment Strategies were previously reviewed and reaffirmed for fiscal year 2019-2020 pursuant to Resolution No. 031925 on November 12, 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 City Council.

**Therefore, be it resolved by the City Council of the City of Corpus Christi, Texas:**

**Section 1.** The City Council has reviewed the City of Corpus Christi'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 Federal Deposit Insurance Corporation (FDIC) insured or collateralized depository certificates of deposit of a depository institution that has its main office or a branch 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) Section IX, "Collateralization," subsection A., second paragraph is changed to pluralize "custodian" and amended to read as follows: "All collateral shall be held by independent third-party custodian(s) approved by the City under an executed collateral agreement with the pledging bank. The custodian(s) shall provide a monthly report of the collateral. The value of pledged securities must be at least 102% of deposits including accrued interest."

(e) Section IX, "Collateralization," subsection A.2. is changed to expand allowed obligations of other government units, consistent with the change in Section 2(b) of this resolution, and amended to read as follows: "Obligations of states, agencies, counties, cities, and other political subdivisions of any state rated not less than A by a nationally recognized rating agency, and"

(f) 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 City Council approves the City of Corpus Christi's 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:

Joe McComb \_\_\_\_\_  
Roland Barrera \_\_\_\_\_  
Rudy Garza \_\_\_\_\_  
Paulette M. Guajardo \_\_\_\_\_  
Gil Hernandez \_\_\_\_\_  
Michael Hunter \_\_\_\_\_  
Ben Molina \_\_\_\_\_  
Everett Roy \_\_\_\_\_  
Greg Smith \_\_\_\_\_

ATTEST:

CITY OF CORPUS CHRISTI

\_\_\_\_\_  
Rebecca Huerta  
City Secretary

\_\_\_\_\_  
Joe McComb  
Mayor