



REQUEST FOR BOARD ACTION

BOARD MEETING DATE: February 14, 2023

REVIEWALS:

Finance Department: Completed

City Administrator: Completed

SUBJECT: Revision to Investment Policy's maximum percentage allocation for Commercial Paper from 10% to 15%

LIST OF ATTACHED REFERENCE DOCUMENTS:

City's Investment Policy

FISCAL IMPACT: N/A

BACKGROUND/DISCUSSION:

Due to investment purchases in 2022, the city is currently out of compliance with its Investment Policy. The Investment Policy allows for a maximum investment portfolio allocation of 10% for commercial paper, however the city is currently at 14%. The total investment portfolio is defined as cash and investments, less cash requirements for forecasted next quarter operating expenditures, capital commitments, and debt service. The finance committee is recommending the city revise its Investment Policy to increase the maximum investment portfolio allocation of commercial paper from 10% to 15%.

STAFF RECOMMENDATION:

Staff recommends approval.

MEETING HISTORY:

Finance Committee: January 30, 2023 – Recommended for approval