



# STAFF REPORT

**MEETING DATE:** August 22, 2023

**TITLE:**

Consider action to approve Resolution No. R-2023-124 of the City Council of the City of Bastrop, Texas approving and adopting the Investment Policy and Investment Strategies attached as Exhibit A; approving the list of Qualified Brokers attached as Exhibit B; making various provisions related to the subject; and establishing an effective date.

**AGENDA ITEM SUBMITTED BY:**

Submitted by: Tracy Waldron, Chief Financial Officer

**BACKGROUND/HISTORY:**

Provided in the Public Funds Investment Act (PFIA) section 2256.005(e) the governing body will review the Investment Policy annually and provide a written instrument stating that it has reviewed the Policy. The Act requires that a list of qualified brokers be approved annually. No changes are recommended to this list. There were no legislative updates to the Public Funds Investment Act this year. Staff has recommended the following changes to this policy:

- Option to use a third-party investment advisor.
- Added specific language about Certificate of Deposits issued by Credit Unions (suggestion from CD broker)
- Extending average dollar-weighted maturity of investments from one to three years
- Extending final stated maturity from three to five years.

The Chief Financial Officer is the Investment Officer per the policy. The training requirement for this position will be required of the person accepting the job. This training is only required every two years.

This policy, as approved on August 24, 2021, was submitted to the Governmental Treasurer's Organization of Texas to be evaluated for the Certificate of Distinction. This program confirms that the City's Investment policy follows the PFIA. This certification is good for two years ending June 30, 2024.

**FISCAL IMPACT:**

N/A

**RECOMMENDATION:**

Tracy Waldron, CFO recommends approval of Resolution No. R-2023-124 of the City Council of the City of Bastrop, Texas approving and adopting the Investment Policy and Investment Strategies attached as Exhibit A; approving the list of Qualified Brokers attached as Exhibit B; making various provisions related to the subject; and establishing an effective date.

**ATTACHMENTS:**

- Resolution No. R-2023-124
- Investment Policy and Investment Strategies – Exhibit A
- List of Qualified Brokers – Exhibit B

