Staff Report

TO: City Council

FROM: Jennifer Ustation, Finance Director

DATE March 15, 2022

SUBJECT: Investment Policy Certification

Background and Analysis:

On May 18, 2021, City Council approved a revised City of Beaumont Investment Policy. City staff submitted the investment policy to the California Municipal Treasurers Association (CMTA) Certification Program and is pleased to present to City Council the certification that has been received. According to CMTA the benefits of having the investment policy certified include the following:

- Trust, confidence and verification to the governing body that the policy has been reviewed and certified by a professional organization within California;
- The policy has been reviewed by fellow CMTA members, many of which have earned the Certified California Municipal Treasurers (CCMT) designation;
- To show transparency of the governing body to the public;
- To demonstrate that due diligence was performed on the investment policy;
- California Government Code sections are included (cited) in policy;
- Assist to satisfy auditors when reviewing the investment policy; and
- Eighteen areas of investment policies are addressed: scope, prudence, objective, delegation of authority, ethics and conflicts of interest, authorized financial dealers and institutions, authorized and suitable investments, review of investment portfolio, investment pools/mutual funds, collateralization, safekeeping and custody, diversification, maximum maturities, internal controls, performance standards, reporting, investment policy adoption and glossary

City staff has reviewed comments provided by the program reviewers which include suggestions for possible improvement and will be considered at the next policy review.

Fiscal Impact:

City staff has estimated the cost to prepare this report to be $75.

Recommended Action:

Receive and file report.

Attachments:

A. Investment Policy Certification
B. Reviewer #1 Scorecard
C. Reviewer #2 Scorecard
D. Reviewer #3 Scorecard