

TO: Mayor and City Council  
FROM: David Chanski, City Administrator  
RE: FNC Corporate Resolution Certification  
DATE: November 6, 2023

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FNC is one of the companies that holds the City's various investments. Periodically, these investment companies require the City to update the Corporate Resolution Certification with them. This is a routine procedure.

[Per MN Statute 188A.04](#), municipalities are restricted in how public funds are invested. Such investments include federal, state, and local municipal securities (such as general obligation bonds and revenue bonds), commercial paper (must have the highest quality category rating by at least two nationally recognized rating agencies and must mature in 270 days or less) , time deposits (such CDs that are FDIC insurance), and temporary general obligations bonds guaranteed by the full faith and credit of a public entity.

The City is currently strictly invested in CDs, and the City's Investment Policy states that the City will not invest in securities that mature more than 5 years from the date of purchase. Additionally, as the most the FDIC will insurance a single investment for is \$250,000, no single investment the City makes is for more than \$250,000.

Per the City's Investment Policy, the City Administrator/Clerk/Treasurer is the City's investment officer as is responsible for investment management decision and activities. All the City's investment are audited annually.

No new investments have been made in the last 12 months while the City has been working through the Buschman Road and City Hall projects and the Council may choose to use matured investment funds to help fund these or future projects.

**Council Action**

Staff recommends that the City Council approve the attached Corporate Resolution Certification with FNC.