



TOWN OF LOS GATOS
FINANCE COMMISSION REPORT

MEETING DATE: 2/13/2023

ITEM NO: 3

DATE: February 6, 2023
TO: Finance Commission
FROM: Laurel Prevetti, Town Manager
SUBJECT: Review and Recommend to the Town Council Changes to the Town's Investment Policy

RECOMMENDATION:

Review and recommend to the Town Council changes to the Town's Investment Policy.

DISCUSSION:

The Town's Investment Policy for its operating portfolio was last reviewed by the Finance Committee in January 2023 and adopted by Council in January of 2023, changing the frequency of the reporting from quarterly to monthly to comply with California Government Code Section 41004.

The Investment Policy establishes the investment scope, objectives, delegation of authority, standards of prudence, reporting requirements, internal controls, State mandated eligible investments, transactions, diversification requirements, risk tolerance, and safekeeping and custodial procedures for the investment of the operating funds of the Town. All Town funds are invested and/or will be invested in accordance with the Investment Policy and with applicable sections of the California Government Code.

At the January 10, 2023 meeting, the Finance Commission requested to further review the Investment Policy and reporting format. This item is on the agenda to facilitate additional review and recommendations.

FISCAL IMPACT:

There is no fiscal impact of reviewing and modifying the Investment Policy.

PREPARED BY: Gitta Ungvari
Finance Director

Reviewed by: Town Manager and Town Attorney

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SUBJECT: Investment Policy Review and Recommendation to Town Council

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Attachment:

1. Town Investment Policy
2. Commissioner Communication