



CITY OF NORMAN, OK STAFF REPORT

MEETING DATE: 02/24/2026

REQUESTER: Clint Mercer, Chief Accountant

PRESENTER: Clint Mercer, Chief Accountant
Kim Coffman, Budget Manager

ITEM TITLE: CONSIDERATION OF ADOPTION, REJECTION, AMENDMENT, AND/OR POSTPONEMENT OF RESOLUTION R-2526-120: A RESOLUTION OF THE TRUSTEES OF THE NORMAN UTILITIES AUTHORITY, AN OKLAHOMA PUBLIC TRUST, APPROVING THE ENTRANCE INTO THE INTERLOCAL AGREEMENT ESTABLISHING THE OKLAHOMA COOPERATIVE LIQUID ASSETS SECURITY SYSTEM ('OKLAHOMA CLASS') WITH OTHER GOVERNMENTAL PARTICIPANTS FOR THE PURPOSE OF EXERCISING INVESTMENT POWER JOINTLY TO INVEST FUNDS IN CONCERT WITH OTHER PARTICIPANTS; PROVIDING AN EFFECTIVE DATE.

BACKGROUND:

Oklahoma law provides guidelines for the investment of municipal funds within the state and directs municipalities to adopt formal investment policies. 62 O.S. §348. Article IV, Section 1 of the City Charter authorizes the Finance Director to invest City funds pursuant to the policies adopted by Council. Council has long adopted an investment policy to guide the investment decisions of the Finance Director. Senate Bill 957 was adopted in the last legislative session. Effective November 1, 2025, political subdivisions, including cities and public trusts, can now purchase or invest in additional types of securities, including but not limited to, qualified pooled investment programs governed by interlocal cooperative agreements. Resolution R-2526-101 updated the applicable investment policy to reflect Senate Bill 957 and allow for participation in these programs.

DISCUSSION:

Oklahoma Class was created to “provide the opportunity for political subdivisions to conveniently invest funds on a cooperative basis in short-term investments that are carefully selected and aim to provide safety and liquidity while prioritizing yields.” (Oklahoma CLASS Mission, <https://oklahomaclass.com>) In order to join Oklahoma CLASS, the City must adopt an Interlocal Agreement. Interlocal Agreements are authorized by state law to allow public agencies to jointly exercise its powers, privileges or authority. 74 O.S. 1004. The Interlocal Agreement contains all of the terms required by law and has previously been approved by the Attorney General. The Agreement sets out the initial board members and provides for elections for successors. The

Board of Directors of OK CLASS is responsible for the general investment policy and program, but may appoint, employ or contract with any other person deemed to be necessary or desirable for the efficient management of the Pool. Pursuant to the Agreement, the Directors have engaged Public Treasury Management and Advisory Financial Solutions ("PTMA") as Investment Advisor and Administrator. The duration of the agreement is 50 years from initial adoption, or January 15, 2074. However, the City and/or its public trusts can terminate its membership from OK CLASS by adoption of a resolution after giving 30 days notice to the Board.

Resolution R-2526-120 is a resolution of the Norman Utilities Authority ("NUA") approving the Interlocal Agreement and will allow the Finance Director to invest NUA funds into the pooled investment program pursuant to the Investment Policy.

RECOMMENDATION:

Staff recommends approval of Resolution R-2526-120.