

MEMORANDUM

To: The Honorable Mayor and Members of the Richwood City Council
From: Patricia Ditto, Finance Director
Date: March 11, 2024
Subject: Investment Policy & Strategy Review

The Texas Public Funds Investment Act requires annual review and approval of the city's Investment Policy and Strategy. The current policy was updated and approved on July 20, 2020. It is now for the review and approval. The document that I am proposing has no changes from the policy approved previously. I have reviewed it and see no necessary changes. Approval of the document will keep the City in complete compliance with the Act and with current best practices for municipal investment programs.

In addition, after reviewing our cash & investments, I have found the following, as of 01/31/2024:

- Cash accounts total \$1,871,645.58, 28.84% of total cash and investments
- Investments equate to \$4,619,016.32, 71.16% of total cash and investments
 - Pooled Investment Funds hold \$4,088,799.39, 63% of total cash and investments
 - Restricted funds held for capital projects currently under construction:
 - Logic for the 2019B Utility capital project holds \$279,754.22
 - General Fund Unrestricted funds hold \$1,433,946.99
 - Replacement Fund Assigned funds hold \$92,805.23
 - CCPD Fund Restricted funds hold \$271,885.17
 - Contingency Fund Committed funds hold \$1,130,008.57
 - Transportation Fund Assigned funds hold \$222,361.29
 - Certificates of Deposit hold \$530,216.93, 8.16% of total cash and investments

No single investment surpasses the diversification requirements of our Investment Policy and Strategy.