

MEMO

To: Don Hudson and Matt Warner – City of Tualatin
 From: Deanne Woodring and Whitney Maher - GPA
 Date: October 10, 2024
 Re: Investment Policy Review/Update 2024

ORS 294.135(1)(a) requires local governments investing in securities with maturities longer than 18 months to annually adopt their investment policies. The City last reviewed and re-adopted the policy in November 2023. After reviewing the City’s policy this year, it is being presented for re-adoption for 2024 to the City Council with the following recommended change(s):

- Weighted Average Maturity – GPA recommends moving the WAM from 2.0 years to 2.5 years to better align to the current core fund investment strategy (0-5 year all treasury benchmark).

Current:

Maturity Constraints	Minimum % of Total Portfolio
Under 30 days	10%
Under 1 year	25%
Under 5.25 years	100%
Maturity Constraints	Maximum of Total Portfolio in Years
Weighted Average Maturity	2.00
Security Structure Constraint	Maximum % of Total Portfolio
Callable Agency Securities	25%

Recommended:

Maturity Constraints	Minimum % of Total Portfolio
Under 30 days	10%
Under 1 year	25%
Under 5.25 years	100%
Maturity Constraints	Total Portfolio Maximum
Weighted Average Maturity	2.5 years
Security Structure Constraint	Maximum % of Total Portfolio
Callable Agency Securities	25%

Additional non-material updates include:

- New City of Tualatin Logo
- Update range of balances in Scope
- Included time of purchase language to Authorized Investments for added clarity
- Updated Diversification Table – added Maturity Constraints for ease of reference
- Updated language regarding fluctuating balances for added clarity