



CITY COUNCIL MEETING STAFF REPORT

Meeting Date: February 10, 2026

SUBJECT: Annual Review of City of Wheatland’s Investment Policy

PREPARED BY: Susan Mahoney, Finance Director

RECOMMENDATION:

Council by motion adopt a Resolution updating the City of Wheatland Investment Policy.

DISCUSSION:

The City’s investment policy is reviewed annually by the Finance Director. Any updates to the policy are brought to Council for approval. The policy was last updated in August 2018. The City’s investment policy must follow the requirements set forth under State Government Code, Sections 53600 et seq, which specifies allowable investments for cities. A city may place additional restrictions on their allowable investments. The chart below shows the investments allowed by the State and those allowed under the City’s existing investment policy.

ALLOWABLE INVESTMENTS UNDER STATE LAW	MAXIMUM MATURITY	MAXIMUM % OF PORTFOLIO	COUNCIL AUTHORIZED INVESTMENTS
Local Agency Bonds	5 years	None	
U.S. Treasury Obligations	5 years	None	✓
State and Local Agency Obligations	5 years	None	
U.S. Agency Obligations	5 years	None	✓
Bankers’ Acceptances	180 days	40%	✓
Commercial Paper – Pooled Funds	397 days	25%	
Commercial Paper – Non-Pooled Funds	397 days	25%	✓
Negotiable Certificates of Deposit	5 years	30%	✓
Non-negotiable Certificates of Deposit	5 years	20%	✓
Placement Service Deposits	5 years	30%	
Repurchase Agreements	1 year	None	
Reverse Repurchase Agreements	92 days	20%	
Medium Term Notes	5 years	30%	
Mutual Funds/Money Market Mutual Funds	N/A	20%	✓
Collateralized Bank Deposits	5 years	None	✓
Mortgage Pass-Through Securities	5 years	20%	
County and JPA Pooled Investment Funds	N/A	None	✓
Local Agency Investment Fund (LAIF)	N/A	None	✓
Supranational Obligations	5 years	30%	

The attached updated City of Wheatland Investment Policy includes a change initiated by the California Debt and Investment Advisory Commission (CDIAC). CDIAC serves as the State's clearinghouse for public debt issuance information. For 2026, CDIAC has updated their local agency investment guidelines to include SB 595 legislation. SB 595 allows a local agency to invest public funds in commercial paper that has a maturity of 397 days or less, revised from 270 days or less. Commercial paper are securities issued by large corporations to obtain funds to meet short term obligations.

FISCAL IMPACT:

There is no direct fiscal impact from the adoption of the attached resolution.

ATTACHMENTS:

- A. Resolution w/Exhibit