

RESOLUTION NO. 09-96

**ADOPTING AN INVESTMENT AND DEPOSITORY POLICY
FOR THE CITY OF MADEIRA, AND
APPOINTING THE BUDGET AND FINANCE COMMITTEE OF
COUNCIL
TO BE THE INVESTMENT ADVISORY COMMITTEE**

WHEREAS, the State of Ohio has required under Senate Bill No. 81 that every municipality shall adopt a written Investment Policy; and

Whereas, Senate Bill No. 81 further requires that a copy of the adopted policy shall be signed by the Treasurer and filed with the Auditor of the State of Ohio;

NOW THEREFORE BE IT RESOLVED by the Council of the City of Madeira, State of Ohio:

Section 1. That the Investment and Depository Policy attached hereto and designated AExhibit A@ shall be adopted by the City of Madeira effective September 10, 1996.

Section 2. That the Budget and Finance Committee of Council shall also be designated the Investment Advisory Committee as described in AExhibit A@.

Section 3. That the Treasurer of the City of Madeira shall obtain signatures from all brokers, dealers and financial institutions executing transactions initiated by the City Treasurer, such signatures to confirm that the Investment and Depository Policy of the City of Madeira has been read and understood.

Section 4. That the Treasurer of the City of Madeira shall forward a signed copy of AExhibit A@ to the Auditor of the State of Ohio.

PASSED THE NINTH DAY OF SEPTEMBER, 1996
BY THE FOLLOWING 6-1 VOTE:

<u>Yea</u>	<u>Nay</u>	<u>Abstain</u>	<u>Absent</u>
R. Harwood			R. Perez
M. Martin			
S. Mattes			
J. Murray			
M. Schneider			
R. Staubach			

Exhibit A

**CITY OF MADEIRA, OHIO
INVESTMENT AND DEPOSITORY POLICY**

Adopted as of September 10, 1996

SCOPE: The investment Advisory Committee hereby directs that the Investing Authority of this public entity shall reside with the Treasurer of the City of Madeira in accordance with this Investment Policy. This Policy is designed to cover all monies under the control of the City of Madeira and those that comprise the core investment portfolio. Notwithstanding the policies detailed below, Chapter 135 of the Ohio Revised Code will be adhered to at all times.

- I. Objective and Guidelines: The following investment objectives will be applied in the management of this public entity=s funds:
- a. The primary objective shall be the preservation of capital and protection of principal while earning investment interest.
 - b. In investing public funds, the Treasurer will strive to achieve a fair and safe average rate of return on the investment portfolio over the course of budgetary and economic cycles, taking into account state law, safety considerations and cash flow requirements.
 - c. The investment portfolio shall remain sufficiently liquid to enable the Treasurer to meet reasonably anticipated operating requirements.
 - d. The investment portfolio should be diversified in order to avoid incurring potential losses regarding individual securities which may not be held to maturity, whether by erosion of market value or change in market conditions.
 - e. Investments may be redeemed or sold prior to maturity if the Treasurer determines that 1) other more suitable investments can be obtained which would better serve the City=s needs and/or 2) the City has experienced an unexpected need for greater liquidity.

- f. Investments shall be made with the exercise of that degree of judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation but for investment, considering the probable safety of their capital as well as the probable income to be derived.
 - g. Bank account relations will be managed in order to secure adequate services while minimizing costs. Deposits should be concentrated in single accounts except where audit control considerations dictate otherwise.
- II. Authorized Financial Institutions and Dealers: U. S. Treasury and Agency securities purchased outright shall be purchased only through financial institutions located within the State of Ohio or through Aprimary securities dealers@ as designated by the Federal Reserve Board.

Repurchase Agreements shall be transacted only through banks located within the State of Ohio with which the Treasurer has signed a Master Repurchase Agreement as required in Ohio Revised Code, Chapter 135.

Certificates of Deposit shall be transacted through commercial banks or savings and loans with FDIC or FSLIC coverage which are located within the State of Ohio and qualify as eligible financial institutions under Ohio Revised Code, Chapter 135.

Collateral pledged to secure repayment of public moneys shall be those acceptable under the Ohio Revised Code Sections 135.18 and 135.181, with the exception that letters of credit issued by federal government agencies or instrumentalities shall not be acceptable collateral for City of Madeira depositories.

A list of authorized institutions and dealers shall be maintained with the investing authority. Additions and deletions to this list shall be made when deemed in the best interest of the investing authority.

- III. Investments Advisory Committee: The Budget and Finance Committee appointed by the Mayor of Madeira shall serve as the Investments Advisory Committee for the City of Madeira and shall meet no fewer than two times a year.

VI. Authorization to Sign Policy: The Treasurer is granted the authority to approve the Investment Policy on behalf of the City of Madeira.

Approved by: _____
Date: _____

Treasurer, City of Madeira

I have read, understand and will comply with the investment policy above for the City of Madeira:

Name

Title Financial Institution

Date