

RESOLUTION NO. 2014-\_\_\_\_\_

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA ACKNOWLEDGING RECEIPT OF COUNCIL POLICY 220-01, THE CITY OF CHULA VISTA INVESTMENT POLICY AND GUIDELINES; AMENDING THE EXISTING POLICY; AND DELEGATING INVESTMENT ACTIVITY AUTHORITY TO THE DIRECTOR OF FINANCE/TREASURER

WHEREAS, the City of Chula Vista's "Investment Policy and Guidelines," adopted on February 26, 2013, by Resolution No. 2013-020 (the Policy), is intended to provide direction for the prudent investment of temporarily idle cash and to maximize the efficiency of the cash management process; and

WHEREAS, the stated goal of the Policy is to enhance the economic condition of the City while ensuring the safety of funds invested; and

WHEREAS, the Policy includes a list of specific investment instruments available pursuant to California Government Code sections 53600, *et. seq.* and 53635; and

WHEREAS, each investment transaction is made in the context of first ensuring the "safety" of principal, second, investing only for that timeframe that the cash is not needed for operational purposes ("liquidity"), and last seeking the highest return possible ("yield") provided that the first two factors are met; and

WHEREAS, in accordance with Section 18.0 of the Policy, staff has provided the City Council with a copy of the City's Investment Policy; and

WHEREAS, staff recommends that the Policy be amended to specify the investment in Federal Farm Credit Bank debt as an authorized investment; and

WHEREAS, staff recommends that the Policy be amended to reflect the Federal Deposit Insurance Corp. (FDIC) covered deposit limit of \$250,000 per deposit; and

WHEREAS, City staff recommends that the Policy be amended to reflect these changes; and

WHEREAS, pursuant to California Government Code section 53607, the City Council may delegate the authority to conduct investment activities of the City to the treasurer on an annual basis.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Chula Vista that the Director of Finance/Treasurer is delegated the authority to conduct and supervise the investment activities of the City.

BE IT FURTHER RESOLVED that the City Council of the City of Chula Vista does hereby amend the City Investment Policy and Guidelines by amending sections 9.0 F., 11.0, and the Glossary, in the form presented to the City Council, a copy of which shall be kept on file in the Office of the City Clerk.

Presented by

Approved as to form by

\_\_\_\_\_  
Maria Kachadoorian  
Director of Finance

\_\_\_\_\_  
Glen R. Googins  
City Attorney