

RESOLUTION NO. 2014-_____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
CHULA VISTA AMENDING COUNCIL POLICY NO. 220-01,
THE CITY OF CHULA VISTA INVESTMENT POLICY AND
GUIDELINES

WHEREAS, the City of Chula Vista's Investment Policy and Guidelines ("Investment Policy"), adopted on March 11, 2014, by Resolution No. 2014-039, 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 Investment Policy is to enhance the economic condition of the City while ensuring the safety of funds invested; and

WHEREAS, the Investment 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, the City hired PFM Asset Management (PFM) as an Investment Advisor to the Finance Department; and

WHEREAS, PFM conducted a review of the Investment Policy as part of their engagement; and

WHEREAS, PFM's review of the Investment Policy generated recommend changes to the Investment Policy to increase the flexibility of the City to be able to take advantage of additional investment opportunities whole still maintaining the safety and liquidity of the investment portfolio, and

WHEREAS, the recommended changes will enhance the organization and clarity of the Investment Policy.

NOW BE IT RESOLVED that the City Council of the City of Chula Vista does hereby approve the City's Investment Policy and Guidelines, as amended in sections 2.0, 5.3, 6.0, 7.0, 8.0, 9.0, 13.0, 14.0, 15.0, 16.0, 18.0 and the Glossary, in substantially the form presented to the City Council, a copy of which shall be kept on file in the Office of the City Clerk.

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Presented by

Approved as to form by

Maria Kachadorian
Deputy City Manager/CFO

Glen R. Googins
City Attorney