



Discussion and Action on the City's Investment Policy 2014

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Governance

- **Section 2256 of the Texas Government Code**
 - Otherwise known as the “Texas Public Funds Investment Act (“TPFIA”)
 - Cities must adopt a written investment policy regarding the investment of funds
 - Policy must be reviewed on an annual basis
 - City has to adopt a resolution stating that they have reviewed such and record any changes made
- **City Council Directive**
 - Section 11.0 of the City’s Investment Policy requires that the Policy must first be approved by the FAOC with oversight of financial matters



No Proposed Changes

- **No changes in State statutes applicable to City's Investment Policy**
- **Consideration of option regarding possible inclusion of provision for limited investment in Certificates of Deposit offered by local banks that provide loans meeting specific economic development goals something like City of Chicago program**



Option Under Consideration

- **Chicago example;**

“What is the Small Business Loan Program?

The City Treasurer’s Office deposits funds in the form of a Certificate of Deposit in banks that participate in the Small Business Loan Program. This provides the banks with an incentive to make loans to support businesses without directly putting taxpayer dollars at risk. A small business loan is often enough capital to support a company through difficult times, and can help retain jobs.”

- **Issues**

- **Program status in Chicago**
- **Applicability of State statutes**
- **Infrastructure needed to run program**



Questions?