

RESOLUTION NO. 3623

**A RESOLUTION ADOPTING AN INVESTMENT POLICY STATEMENT
GOVERNING THE INVESTMENT OF FUNDS OF THE CITY OF
MONTE SERENO, CALIFORNIA**

FISCAL YEAR 2016/2017

BE IT RESOLVED by the City Council of the City of Monte Sereno, County of Santa Clara, State of California, that the following rules be adopted to govern the investment of funds of the City of Monte Sereno:

SECTION 1. CRITERIA:

All cash assets of the City of Monte Sereno (herein referred to as the "CITY") shall be invested under the "Prudent Man Rule" in accordance with the following criteria in order of priority:

- (a) Safety of Principal: Safety of principal shall be the primary and overriding consideration.
- (b) Liquidity: Investments shall be such as to provide for the timely payment of all of the City's obligations and for protection from losses due to market action. Fixed maturities shall not exceed one year unless specifically and individually approved.
- (c) Rate of Return: The rate of return on investments shall be maximized subject to adherence to the first two criteria.

SECTION 2. INVESTMENT VEHICLES:

Permissible investments are set forth in the State of California Government Code, Section 53601.

SECTION 3. INVESTMENT RESPONSIBILITY:

It shall be the responsibility of the City Treasurer to investigate and advise the City Council of the opportunities for investment based on policy criteria.

The City Manager shall have primary responsibility for administration of this policy. Secondary responsibility shall be that of the Finance Officer.

A monthly report shall be submitted to the City Council detailing where the idle funds are invested and the average interest rate being earned on each investment.

REGULARLY passed and adopted the 21st day of June, 2016, by the following roll call vote:

AYES: Council Members Anstandig, Craig, Huff, Wolsheimer and Mayor Allan
NOES: None
ABSENT: None

BY



Lionel M. Allan, Mayor

ATTEST:



Andrea Chelemengos, City Clerk