

RESOLUTION 2012 – 45
A RESOLUTION AMENDING THE INVESTMENT POLICY

WHEREAS the City of Sturgis has adopted an Investment policy which allows the Finance Officer to temporarily invest public funds in a manner to meet the daily cash flow demands of the City with the primary objectives, in priority order, being: a) Safety of Principal, b) Liquidity, and c) Return on Investments, and the following are authorized and suitable investments:

- Interest bearing checking accounts
- Savings accounts
- United States Treasury bills, bonds and notes
- United States Government Agencies
Securities issued by government-sponsored enterprises (GSEs) or federally related institutions that are guaranteed directly or indirectly by the US Government. Securities issued by the Government National Mortgage Association (GNMA or Ginnie Mae) are an example of securities directly guaranteed by the government. Securities issued by other GSEs may be allowable.
- Certificates of Deposit (CDs)
- Certificates of Deposit (CDs) purchased through CDARS® (Certificate of Deposit Account Registry Service)
- Money Market Mutual Funds - open-end, no-load
Mutual and money market funds that invest in US Treasury securities or securities issued by GSEs or federally related institutions that are guaranteed directly or indirectly by the US Government.
- Repurchase Agreements fully collateralized by allowable securities
- Local Government Investment Pool (SD FIT), and

WHEREAS the City of Sturgis recognizes that the funds which it invests under this policy must be placed with financial institutions which can provide periodic verification to the City that City funds have been invested in a manner that meets the collateralization and other requirements set by SDCL 4-6A and 51A-10-9 Qualified Public Depositories; and

WHEREAS the Finance Officer will report not less than quarterly, a clear picture of the status of all current investment;

WHEREAS the interest earned from investments shall be credited to the General Fund, except that Agency funds, the Debt Service fund and the Perpetual Care fund shall credit the respective amounts of interest earned as required by statute.

NOW THEREFORE the City of Sturgis having been presented with said Investment Policy does hereby approve said Investment Policy and will implement the principals contained within the Policy.

Dated this 19th day of November, 2012.

CITY OF STURGIS

Mayor Mark Carstensen

ATTEST:

Fay Bueno
City Finance Officer

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