

RESOLUTION NO. 2019 - \_\_\_\_\_

A RESOLUTION OF THE CITY OF ROCKLEDGE, BREVARD COUNTY, FLORIDA, AMENDING THE CITY OF ROCKLEDGE INVESTMENT POLICY STATEMENT BY AMENDING PARAGRAPH 8, "REVIEW PROCEDURES", TO DELETE QUARTERLY REVIEW BY THE COUNCIL FINANCE AND BUDGET COMMITTEE AND REPLACE IT WITH A REQUIREMENT THAT THE COUNCIL FINANCE AND BUDGET COMMITTEE RECEIVE WRITTEN QUARTERLY UPDATES OF THE PERFORMANCE OF THE CITY'S INVESTMENTS; AND PROVIDING FOR AN EFFECTIVE DATE.

**WHEREAS**, the Rockledge Finance and Budget Committee has recommended an amendment to the Rockledge Investment Policy Statement, as set out in Resolution No. 2012-724, to amend Paragraph 8, "Review Procedures", for said Policy Statement; and

**WHEREAS**, the Rockledge City Council has determined that the recommended changes are in the interest of the public.

**NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF ROCKLEDGE, FLORIDA, AS FOLLOWS:**

**SECTION 1.** The Rockledge Investment Policy Statement dated July 22, 2010, as amended by Resolution 2012-724, is replaced entirely with the amended Investment Policy Statement dated the \_\_\_\_\_ day of \_\_\_\_\_, 2019, attached hereto as Exhibit "A".

**SECTION 2.** The amended Rockledge Investment Policy Statement dated the \_\_\_\_\_ day of \_\_\_\_\_, 2019, shall become effective as of the date of this Resolution.

**PASSED AND ADOPTED** at a regular meeting of the City Council  
of the City of Rockledge, Florida, this \_\_\_\_\_ day of  
\_\_\_\_\_, 2019.

\_\_\_\_\_  
Chairman, City Council of the  
City of Rockledge, Florida

ATTEST:

\_\_\_\_\_  
City Clerk

**CITY OF ROCKLEDGE, FLORIDA  
INVESTMENT POLICY STATEMENT**

**DATED:** \_\_\_\_\_

**1. PURPOSE AND SCOPE**

This investment policy statement shall establish the policy governing the investment of surplus funds of the City of Rockledge, Florida. This investment policy applies to all funds except the employees' pension funds, which are invested and administered separately. The funds included within this policy are:

- General Fund
- Sewer Fund
- Stormwater Utility Fund
- Sanitation Fund
- Rental Facilities Fund
- Community Redevelopment Agency Management Fund
- Any new fund created by the City Council, unless specifically exempt

**2. RISK TOLERANCE**

The City of Rockledge shall have a low tolerance for risk. Preservation and safety of assets shall be the highest priority for the investment of all City surplus funds.

Investments shall be diversified to the extent possible to prevent potential losses resulting from over concentration of assets with a specific maturity, issuer, instrument, dealer or financial institution. No more than \$5,000,000.00 of any single City fund shall be held by a single qualified public depository, unless approved by the City Council.

No funds shall be invested in the Local Government Surplus Funds Trust Fund administered by the State Board of Administration as defined by Florida Statutes 218.

**3. LIQUIDITY REQUIREMENTS**

The second highest priority for investment of City funds is liquidity. Funds invested for the City of Rockledge shall be liquid to the extent required to meet the anticipated cash needs of the City, such as payroll, debt service payments and capital project needs. Investment maturities shall be staggered where possible to provide sequential maturities.

**4. RETURN REQUIREMENTS**

The third highest priority for investment of City funds is yield or return on investment. The City of Rockledge shall obtain the highest rate of return on all investments while maximizing the safety of the assets and meeting the City's liquidity needs. Return on investment is of least importance compared to the safety and liquidity objectives described above.

**5. TIME HORIZON**

Funds shall be invested in securities having a maturity of less than five (5) years, unless specific prior approval is obtained from the Rockledge City Council.

**6. TAX CONSIDERATIONS**

The City of Rockledge is exempt from State of Florida or Federal income taxes.

**7. LEGAL CONSTRAINTS**

The following Florida State Statutes apply to this investment policy and the investment of City funds:

- Chapter 218, Part IV - Investment of Local Government Surplus funds
- Chapter 280 - Security for Public - Qualified Public Depositories

**8. UNIQUE NEEDS/PREFERENCES**

**Public Depositories:** Investment of funds shall only be made in financial institutions designated as "qualified public depositories" pursuant to Florida Statutes 280, or

Financial institutions approved by the City that will only invest in FDIC insured deposits or CDs.

**Brokers and Dealers:** The City also may utilize dealers or brokers designated "Primary Securities Dealers" by the Federal Reserve for purchases and sales of securities.

**Authorized Investments:** City government funds shall have no asset allocation, but may be invested in one or more of the following:

- Savings accounts in State of Florida  
Qualified public depositories or other depositories such that the account is insured by the Federal Depository Insurance Company for the entire amount invested therein.
- Insured or fully collateralized Certificates of Deposits (CD) from State of Florida qualified public depositories or other depositories such that the entire amount of certificate is insured by the FDIC or NCUA, as deemed appropriate.
- Money market funds registered by the Federal Securities and Exchange Commission (SEC) with the highest credit quality rating from a nationally known rating agency.
- Direct obligations of the United States Treasury.
- Direct obligations of United States Federal Agencies and sponsored instrumentalities such that the obligations are backed by the full faith and credit of the United States Government.

**Delegation of Authority:** The City of Rockledge Finance Director shall be designated as the investment officer for the City and is responsible for investment decisions and activities as defined in this investment policy, under the direction of the City Manager. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established thereto. The investment officer shall routinely monitor the investments of the City, the available markets and the relative values of competing instruments and will adjust the portfolio accordingly. The City may appoint an outside investment manager who shall be governed by this investment policy.

**Exceptions:** Any debt service requirements or bond covenants will supersede this investment policy.

**Accounting:** Investments shall be carried at cost or market value. Gains or losses from investments shall be credited or changed to investment income at the time of sale. The City shall comply with Government Accounting Standards Board (GASB) requirements.

**Review Procedure:** The performance of the City's investments shall be provided to the City in written format to the City Council Finance and Budget Committee on a quarterly basis. The investment policy shall be reviewed annually, at a minimum by the City Council Finance and Budget Committee, which shall make recommendations to the City Council for changes to this policy as appropriate.

**9. APPROVAL**

This investment Policy Statement was reviewed by the Rockledge City Council and approved by Resolution No. 2019- \_\_\_\_\_ this \_\_\_\_\_ day of \_\_\_\_\_, 2019