

SPEEDWAY TOWN COUNCIL

RESOLUTION NO. 2019-12

A RESOLUTION ADOPTING INVESTMENT POLICY

WHEREAS, the Indiana law provides that powers not specifically reserved for the State are delegated to the local government and may be regulated by a municipality [Home Rule], as delineated in I.C. 36-1-3; and

WHEREAS, I.C. 5-13 establishes a procedure by which a municipality may adopt an investment policy and provides certain restrictions on investments and investment activities; and

WHEREAS, The Town Council for the Town of Speedway, Indiana ("Council") has previously adopted an investment policy which expired by its terms on January 1, 2019; and

WHEREAS, The Council believes that it is in the best interests of the citizens of the Town of Speedway to re-adopt the investment policy.

THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL FOR THE TOWN OF SPEEDWAY, INDIANA:

Section 1: The Council hereby adopts the Investment Policy, as attached in Exhibit "A", in accordance with I.C. 5-13 et seq.

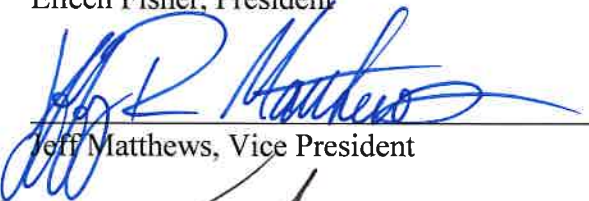
Section 2: The Council hereby declares the Investment Policy and this Resolution shall take effect in accordance with Indiana law.

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IT IS SO RESOLVED this 12th day of August, 2018.


Speedway Town Council

Eileen Fisher, President

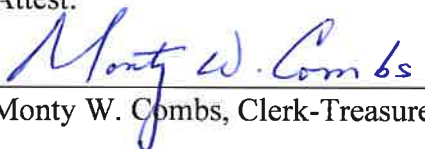

Jeff Matthews, Vice President


David Lindsey


Gary L. Raikes

Jason DeLisle

Attest:


Monty W. Combs, Clerk-Treasurer

This document was prepared by Robert Clutter, Speedway Town Attorney, 117 W. Main Street, Lebanon, IN 46052

EXHIBIT "A"



TOWN OF SPEEDWAY, INDIANA
Investment Policy

1. Purpose

The purpose of this policy is to provide investment objectives and guidelines for the management of public funds, to safeguard funds on behalf of the Town, to assure the availability of funds when needed, to encourage investments that earn a competitive rate of return, and, at all times, invest according to and consistent with the Code as defined below.

2. Investing Officer

The Town Clerk Treasurer is hereby designated, for limited purpose of this section, as the Investing Officer (the "Clerk-Treasurer" or the "Investing Officer") and is hereby authorized to invest Town funds as provided for in the Code.

3. Minimum Rating

Authorized funds in which the Investing Officer invests Town funds shall have attained at least the minimum rating required by the Code.

4. State Statutes

All investments made by the Investing Officer shall be made in accordance with IC 5-13 et seq., as amended from time to time.

5. Maturity Date

The Investing Officer is hereby authorized to make investments up to five (5) years in maturity. This policy authorizes longer term investments defined as more than two (2) years but not more than five (5) years after the date of purchase or entry into a repurchase agreement ("Longer Term Investments").

6. Longer-Term Investments

The Investing Officer shall limit total longer-term investments outstanding to not more than twenty-five percent (25%) of the Town's total portfolio, including balances in the Town's transaction accounts. However, an investment is authorized and remains legal even if a subsequent decrease in the Town's total portfolio of public funds invested, including balances in transaction accounts, causes the percentage of longer term investments outstanding to exceed twenty-five percent (25%) of the Town's total portfolio.

7. Term of Policy

- a. This Investment Policy is and shall be in effect upon adoption and publication as required by the Code and shall expire on January 1, 2021 ("Expiration Date"). The power to make investments under this Investment Policy terminates on the Expiration Date.
- b. Investments made in accordance with this Investment Policy that are outstanding on or after the Expiration Date remain valid investments, and nothing herein shall be construed to render such investments improper or unlawful.

8. Approval of Investment Officer

All investments made pursuant to this Investment Policy must be approved by the Investing Officer.

9. Internal Control/External Review

- a. The Clerk Treasurer is responsible for establishing and maintaining policies and procedures to insure that Town assets are protected from loss, theft, or misuse. Such policies and procedures shall be discussed with the Town Manager. The Clerk Treasurer shall review all proposed investments with the Town Manager or his designee before investing to maintain dual control, legal/ethical compliance, and to ensure both parties are in agreement with the proposed investment.

10. Investment Advisor

The Investing Officer is hereby authorized to contract with a federally regulated investment advisor or other institutional money manager to make investments under this Investment Policy.

11. Certificates of Deposit (CDs)

Certificates of deposits, transaction accounts, and other interest bearing deposit accounts may be used for investment of Town funds pursuant to IC 5-13-9-5. The investment pool may be invested in negotiable CDs. All CD investments shall be insured by the FDIC. In accordance with state law, this subchapter will expire two (2) years from the date this section is adopted.

12. Diversification of Investments

The Town's investment portfolio shall be diversified by institution, investment instruments and maturity schedule to the extent practical and prudent. Maturities shall be time diversified over a schedule determined by known liability to achieve target duration or weighted average maturity for the portfolio based on the judgment of the Clerk Treasurer.

13. Ethics and Conflicts of Interest

The Investment Officer and employees involved in the investment process shall refrain from personal business activity that could conflict with the proper execution and management of the investment program, or which would impair their ability to make impartial decisions. The investment officer and employees involved in the investment process shall complete a conflict of interest form provided by the Town Attorney affirming that the investment officer or employee does not have a pecuniary interest in the Town's investments.

14. Reporting

- a. The Clerk Treasurer shall maintain an inventory of all obligations and securities and shall provide quarterly investments reports to the Town Council detailing the following information: types of investments, depository institutions, principal balances, maturity dates, rates of return, purchases, and sales.
- b. The Clerk Treasurer shall make an annual written report to the Town Council summarizing the Town's investments during the previous calendar year. The report must contain the name of each financial institution, government agency or instrumentality, or other person with whom the Town invested money during the previous calendar year. The Town Council shall review the report and review the Town's overall investment policy.
- c. The Clerk Treasurer or his or her designee shall review the investment policy at least annually and propose such changes to safeguard funds on behalf of the Town, to assure the availability of funds when needed, and to provide a competitive investment return.