

CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

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December 7, 2004

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

SUBJECT: Statement of Investment Policy for Calendar Year 2005 (Citywide)

DISCUSSION

In accordance with the State of California Government Code, Section 53600, et seq., the City Treasurer must present an annual Statement of Investment Policy to the City's legislative body. The Investment Policy is based on those standards recommended by several professional organizations including the California Municipal Treasurers' Association and the California Society of Municipal Finance Officers.

The Statement of Investment Policy for calendar year 2005 has been presented for review on November 17, 2004 to the Investment Committee, which consists of the following or their representatives: City Manager, City Attorney, City Auditor, Director of Financial Management, City Treasurer, City Controller, Budget Manager, and designated representatives from the City's Harbor and Water Departments.

For 2005, there were no significant changes in the State of California Government Code for the investment of public funds. Further, there are no changes proposed by the Investment Committee. Therefore, the submission of the City's calendar year 2005 Investment Policy has no changes from the prior year's policy.

TIMING CONSIDERATIONS

The City Council is required to approve the City's Investment Policy annually. The current investment policy was presented and approved by the City Council on December 16, 2003. To be in compliance with the State of California Government Code, the City Council is requested to approve the attached policy on December 7, 2004.

FISCAL IMPACT

The City's Investment Policy governs the investment of all City funds in the direct custody of the City Treasurer. There is no cost for the implementation of the Investment Policy for the calendar year 2005.

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IT IS RECOMMENDED THAT THE CITY COUNCIL:

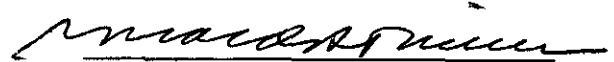
Adopt the attached Statement of Investment Policy for Calendar Year 2005
pursuant to Section 53646 (a) of the State of California Government Code.

Respectfully submitted,



MICHAEL A. KILLEBREW
ACTING DIRECTOR OF FINANCIAL MANAGEMENT

APPROVED:



GERALD R. MILLER
CITY MANAGER

Attachment