



Legislation Details (With Text)

File #: 20-0825 **Version:** 1 **Name:** FM - Investment Policy for 2021
Type: Agenda Item **Status:** Approved
File created: 8/17/2020 **In control:** City Council
On agenda: 9/1/2020 **Final action:** 9/1/2020
Title: Recommendation to adopt the Statement of Investment Policy for Calendar Year 2021 pursuant to Section 53646(a) of the State of California Government Code. (Citywide)
Sponsors: Financial Management
Indexes:
Code sections:
Attachments: 1. 090120-C-8sr&att.pdf

Date	Ver.	Action By	Action	Result
9/1/2020	1	City Council	approve recommendation	Pass

Recommendation to adopt the Statement of Investment Policy for Calendar Year 2021 pursuant to Section 53646(a) of the State of California Government Code. (Citywide)

In accordance with the State of California Government Code, Section 53646, et seq., the City Treasurer must present to the City Council an annual Statement of Investment Policy (Investment Policy). The Investment Policy for the City of Long Beach (City) is based on policies recommended by several professional organizations, including the California Municipal Treasurers' Association and the Government Finance Officers Association.

The attached 2021 Investment Policy (Policy) includes clarifications to Appendix D, and a recommendation to migrate the benchmark of the Intermediate Maturity Portfolio from the One-Year Constant Maturity Treasury (CMT) Index to the Intercontinental Exchange (ICE) Bank of America Merrill Lynch (BoAML) One-Three Year U.S. Treasury and Agency Index to allow further investment flexibility within the U.S. Treasury and Agency market sector. The Policy was reviewed and approved by the Investment Advisory Committee (IAC) and the City's Investment Advisor, Chandler Asset Management, and is recommended for adoption by the City Council. The changes are detailed in Attachment A.

This matter was reviewed by Deputy City Attorney Taylor M. Anderson on August 13, 2020 and by Budget Management Officer Rhutu Amin Gharib on August 12, 2020.

The Government Code requires the City Council's annual adoption of the City's Investment Policy.

This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no fiscal or local job impact associated with this recommendation.

Approve recommendation.

JOHN GROSS
DIRECTOR OF FINANCIAL MANAGEMENT

APPROVED:

THOMAS B. MODICA
CITY MANAGER