



Legislation Text

File #: 19-0927, **Version:** 1

DATE: September 6, 2019

TO: Board of Mayor and Aldermen
Budget and Finance Committee

FROM: Eric Stuckey, City Administrator
Kristine Brock, Assistant City Administrator/CFO
Mike Lowe, Comptroller

SUBJECT:
Consideration of Resolution 2019-99, A Resolution to Adopt a Revised Investment Policy for Non-Pension Related Assets. (9/12/19 Finance 3-0)

Purpose

The purpose of this memorandum is to provide information to the Franklin Board of Mayor and Aldermen (BOMA) concerning an update to the Investment Policy for Non-Pension Related Assets. All changes are in accordance with TCA 6-56-106, which governs the investment of public funds by Tennessee municipalities.

Background

There are four (4) changes proposed to the Investment Policy for Non-Pension Related Assets:

1. Separate CD's and other evidences of deposits to further monitor investments for compliance purposes.
2. Updating the paragraph relating to cash benchmarks in Section 11.
3. Cleaned up language related to money market mutual fund investments.
4. Added a qualifier to the use of commercial paper as an investment vehicle to establish a minimum rating of A1+ or its equivalent.

Financial Impact

None.

Options

Approve or disapprove the proposed policy update.

Recommendation

Staff recommends approval of this update.