

ORDINANCE NO. 2016 -19 - CL

ADOPTING TIPPECANOE COUNTY INVESTMENT POLICY

RE-AUTHORIZING INVESTMENT OF PUBLIC FUNDS IN INVESTMENTS LASTING MORE THAN TWO (2) YEARS AND NOT MORE THAN FIVE (5) YEARS

WHEREAS, It is the policy of Tippecanoe County to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the County and conforming to all state and local statutes governing the investments of public funds; and

WHEREAS, Indiana Code §5-13-9-5.7(a) authorizes the fiscal body of a political subdivision to adopt an investment policy authorizing the investment of public funds of the political subdivision for more than two (2) years and not more than five (5) years; and

WHEREAS, the Tippecanoe County Council previously adopted Ordinance 2012-32-CL making such an authorization that, pursuant to the requirements of IC 5-13-9-5.7 extended through October 1, 2016; and

WHEREAS, Indiana Code §5-13-9-5.7(a)(5) limits the total investments lasting more than two (2) years and not more than five (5) years to not more than twenty-five percent (25%) of the total portfolio of public funds invested by the political subdivision, including balances in transaction accounts; and

WHEREAS, the Tippecanoe County Board of Finance, has in force, a Tippecanoe County Investment Policy, in the form attached hereto and made a part hereof as Exhibit A, authorizing investments lasting more than two (2) years and not more than five (5) years;

NOW, THEREFORE, BE IT ORDAINED that the County Council of Tippecanoe County, Indiana, hereby adopts the Tippecanoe County Investment Policy attached hereto as Exhibit A, and approves the investment of Tippecanoe County public funds by the Tippecanoe County Treasurer in investments lasting more than two (2) years and not more than five (5) years, so long as the total amount of such investments outstanding does not exceed twenty-five percent (25%) of the total portfolio of public funds invested by Tippecanoe County, including balances in transaction accounts.

BE IT FURTHER ORDAINED that this Ordinance and the authority to make investments lasting more than two (2) years and not more than five (5) years shall expire on October 1, 2020, in accordance with Indiana Code §5-13-9-5.7(a)(6).

This Ordinance shall be in full force and effect immediately upon its passage and signing.

Presented to the County Council of Tippecanoe County, Indiana, and read in full for the first time, and approved this 13th day of SEPTEMBER, 2016, by the following vote:

| | VOTE | TIPPECANOE COUNTY COUNCIL |
|--------------------|----------|---|
| David R. Williams | <u>Y</u> | <u>David R. Williams</u> David R. Williams, President |
| John R. Basham II | <u>Y</u> | <u>John R. Basham II</u> John R. Basham II, Vice-President |
| Bryan E. Metzger | <u>Y</u> | <u>Bryan E. Metzger</u> Bryan E. Metzger |
| Sally J. Siegrist | <u>Y</u> | <u>Sally J. Siegrist</u> Sally J. Siegrist |
| Kevin L. Underwood | <u>Y</u> | <u>Kevin L. Underwood</u> Kevin L. Underwood |
| Kathy Vernon | <u>Y</u> | <u>Kathy Vernon</u> Kathy Vernon |
| Roland K. Winger | <u>Y</u> | <u>Roland K. Winger</u> Roland K. Winger |

ATTEST:

Robert Plantenga
Robert Plantenga, Tippecanoe County Auditor

Presented to the County Council of Tippecanoe County, Indiana, and read in full for the second time, and approved this 11th day of October, 2016, by the following vote:

| | VOTE | TIPPECANOE COUNTY COUNCIL |
|--------------------|----------|---|
| David R. Williams | <u>Y</u> | <u>David R. Williams</u> David R. Williams, President |
| John R. Basham II | <u>Y</u> | <u>John R. Basham II</u> John R. Basham II, Vice-President |
| Bryan E. Metzger | _____ | <u>absent</u> Bryan E. Metzger |
| Sally J. Siegrist | _____ | <u>absent</u> Sally J. Siegrist |
| Kevin L. Underwood | <u>Y</u> | <u>Kevin L. Underwood</u> Kevin L. Underwood |
| Kathy Vernon | _____ | <u>absent</u> Kathy Vernon |
| Roland K. Winger | <u>Y</u> | <u>Roland K. Winger</u> Roland K. Winger |

ATTEST:

Robert Plantenga
Robert Plantenga, Tippecanoe County Auditor

2nd READING

EXHIBIT A

Tippecanoe County Investment Policy

1. Scope

This investment policy, which was adopted by the Tippecanoe County Board of Finance, supersedes any previous investment policy and applies to all financial assets of the County, including funds not under the control of the Treasurer.

2. Policy

It is the policy of Tippecanoe County to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the County and conforming to all state and local statutes governing the investment of public funds.

3. Prudence

The investments shall be made with the judgment and care, under the circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

- The standard of prudence to be used by the Treasurer shall be the prudent person standard and shall be applied in the context of managing the overall investment.

4. Objectives

The primary objectives, in priority order, of the County's investment activities shall be as follows:

- Safety: Safety of principal is the foremost objective of the investment program. Investments of the County's funds shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.
- Return on Investment: The County's investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles taking into account the County's investment risk constraints and the cash flow characteristics of the portfolio.
- Local Institutions: Local institutions maintaining a home office in Tippecanoe County shall be given preference when, in the judgment of the Treasurer, they are equally competitive with other institutions.

5. **Authorized Investments**

The County Treasurer is hereby authorized to invest the portfolio according to the state statutes governing Counties as state in IC 5-13 as stated now and amended in the future, including but not limited to investments in the following:

- Fully guaranteed securities issued by the United States Treasury or a federal agency, instrumentality, or federal government-sponsored enterprise under IC 5-13-9-2.
- Municipal securities under IC 5-13-9-2(3).
- Repurchase agreements under IC 5-13-9-3.
- Certificates of deposit and other interest-bearing accounts under IC 5-13-9-5.3, including those issued or purchased through the Certificate of Deposit Account Registry Service (CDARS).

6. **Investment Duration**

The County Treasurer under IV 5-13-9-5.7, is hereby authorized to invest County funds for more than two (2) years but not more than five (5) years. The total limit of investments lasting more than two (2) years but not exceeding five (5) years shall not be more than twenty-five percent (25%) of the total portfolio of public funds invested by Tippecanoe County, including balances in transaction accounts.

- An investment that complies with this section and IC 5-13-9-5.7 at the time of the investment remains legal even if this investment policy has expired, or if a subsequent decrease in the total portfolio of public funds invested by Tippecanoe County, including balances in transaction accounts, causes the percentage of investments outstanding to exceed twenty-five percent (25%) of the total portfolio of public funds invested by Tippecanoe County.

A minimum amount of seventy-five percent (75%) of the total portfolio held by Tippecanoe County must be invested for no more than two (2) years in maturity length.

7. **Authority to Invest**

Should the County Treasurer not be able to perform the duties of investment officer, the First Deputy is designated to assume the investment duties, to be performed under the direction and recommendations of the County Board of Finance.

8. **Annual Report**

Each year on or before January 31, the Treasurer shall prepare a report for the County Board of Finance summarizing the fiscal year ending December 31.

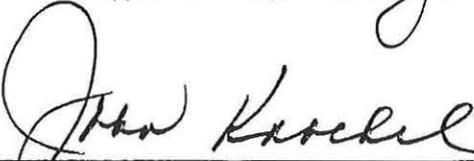
9. **Investment Policy Expiration**

This Tippecanoe County Investment Policy will expire on or before January 31, 2017, unless renewed or amended with an extension before that date, with any extension not to exceed four years fixed duration.

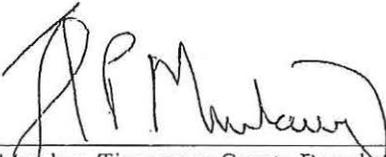
Duly adopted by the Board of Finance, County of Tippecanoe, State of Indiana, on this
22nd day of January 2013.



President, Tippecanoe County Board of Finance



Vice President, Tippecanoe County Board of Finance



Member, Tippecanoe County Board of Finance



Secretary, Tippecanoe County Board of Finance