



MEMORANDUM

To: Mayor and City Council

From: Kim Tiehen, Assistant Director of Finance

VIA: Jennifer Miller, Director of Finance

Date: May 12, 2020

Reference: Approval of a Resolution amending the Authorized Representatives with the public funds investment pool known as Texas Short Term Asset Reserve (TexSTAR) Fund

2030: Sustainable City Government

Introduction:

This item is being presented for approval to amend the Authorized Representatives with the Texas Short Term Asset Reserve (TexSTAR) Fund. The City's investment portfolio as of May 1, 2020 was approximately \$204 million. The investment policy for the City of Coppel has authorized investment pools as an investment option with no more than 75% of the entire portfolio invested in pools and then no more than 25% may be in one pool. The City currently invests in TexPool (22.2%), TexStar (21.6%), and TexasClass (20.1%). Remaining funds are invested in government securities.

Analysis:

Funding for capital projects are invested in governmental securities. As these investments mature, the funds needed to pay for work being completed in the near term are moved to TexSTAR. Use of the pool provides the liquidity that is needed to pay project invoices.

To change Authorized Representatives (individuals who can transfer funds into and out of TexSTAR), a Resolution must be passed naming those individuals. The investment policy states that the Director of Finance, Assistant Director of Finance, and Chief Accountant are designated as investment officers. Mary Huning was recently promoted to Chief Accountant and needs to be added as an Authorized Representative. Jennifer Miller, Director of Finance and Kim Tiehen, Assistant Director of Finance will continue to serve as Authorized Representatives.

Legal Review:

The City Attorney reviewed this resolution as part of the agenda review.

Fiscal Impact:

No financial impact to the City regarding passage of this resolution.

Recommendation:

The Finance Department recommends approval.