



REPORT FROM CITY TREASURER

Approval of City of Belmont Investment Policy.

Honorable Mayor and Council Members:

Summary: Annually, the Treasurer is required to render to the Council at a public meeting an annual investment policy for their acceptance. That policy is attached for your consideration. There are no changes proposed to the policy at this time, except to separate the City of Belmont from South County Fire Protection Authority, as requested by the Fire Commission.

Background and Discussion: The State of California Government Code Section 53646, amended by the passing of Senate Bill No. 564, requires the Treasurer to render to the Council at a public meeting an annual investment policy. The intent is to provide the local governing body with the authority to accept the policy.

It is important to note that the Investment Policy, as recommended, affirms the Treasurer's fiduciary responsibility to safeguard public assets. The policy places a high priority on insuring safety of principal first and then insuring that the liquidity needs for payment of City obligations are met prior to considering yield on investments.

At their March 4, 2004 meeting, the Finance Commission of the City of Belmont recommended City Council's acceptance of the policy.

Follow Up:

1. Distribute Investment Policy to interested parties.
2. Post policy on City's website.

Fiscal Impact: None.

Recommendation: Accept the proposed City of Belmont Investment Policy.

Public Contact: The agenda has been noticed.

Alternatives: With direction, refer the presented Investment Policy back to the City Treasurer.

Attachments:

1. Resolution Accepting Investment Policy
2. Investment Policy.

Respectfully submitted,

John Violet.
City Treasurer

RESOLUTION NO. _____

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BELMONT
AUTHORIZING ACCEPTANCE OF THE CITY OF BELMONT'S INVESTMENT
POLICY**

WHEREAS, California Government Code Section 53646 required the Treasurer to render to the City Council an annual investment policy; and

WHEREAS, the Finance Commission at its March 4, 2004 meeting recommended the City Council accept the policy attached as Exhibit A; and

WHEREAS, the City Council has received and reviewed the presented policy attached as Exhibit A; and

WHEREAS, the City Council has considered the matter at a regularly held City Council meeting to allow for public input.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Belmont hereby accepts Exhibit A as its investment policy.

* * * * *

I hereby certify that the foregoing Resolution was duly and regularly passed and adopted by the City Council of the City of Belmont at a Regular Meeting thereof held on 23rd day of March, 2004 by the following vote:

AYES, COUNCIL MEMBERS: _____

NOES, COUNCIL MEMBERS: _____

ABSENT, COUNCIL MEMBERS: _____

ABSTAIN, COUNCIL MEMBERS: _____

CLERK of the City of Belmont

MAYOR of the City of Belmont