



MULTNOMAH COUNTY AGENDA PLACEMENT REQUEST

(Revised: 6/9/2014)

Board Clerk Use Only

Meeting Date: 6/18/15
Agenda Item #: R.5
Est. Start Time: Approx. 10:55 am
Date Submitted: 5/20/15

Agenda Title: **Resolution Adopting the Multnomah County Investment Policy and Repealing Resolution 2013-016**

Note: Title should not be more than 2 lines but sufficient to describe the action requested. Title on APR must match title on Ordinance, Resolution, Order or Proclamation.

Requested

Meeting Date: June 18th, 2015 **Time Needed:** 15 minutes

Department: County Management **Division:** Finance & Risk

Contact(s): Mark Campbell

Phone: (503)988-6229 **Ext.** 86229 **I/O Address:** 503/5/531

Presenter

Name(s) & Title(s): Mark Campbell, Chief Financial Officer; Karyne Kieta, Deputy Director, County Management

General Information

1. What action are you requesting from the Board?

The Department of County Management recommends approving the Resolution adopting the Investment Policy for Multnomah County for Fiscal Year 2016 and repealing Resolution 2013-016.

2. Please provide sufficient background information for the Board and the public to understand this issue. Please note which Program Offer this action affects and how it impacts the results.

The Chief Financial Officer is responsible for maintaining and following the County's Investment Policy. As described in the policy, it is brought to the Board of County Commissioners for review and approval on an annual basis. County investments are governed by state statutes and the policy generally follows the state guidelines. Where the policy differs from statute it is generally in stating a preference for asset diversification and maturity limits.

Changes to the Investment Policy for Fiscal Year 2016 include minor language changes/additions and a change to the portfolio maximum maturity constraints. The current maturity constraint requires we maintain 70% of total portfolio balance at or under a 1-year in maturity, the change will require we only maintain 35% of total portfolio balance under 1-year maturity with a weighted average maturity of 1.5 years for total portfolio. Our maximum maturity will continue to stay at 3 years. This change provides greater flexibility in

investment management through cash cycles without increasing liquidity risk. The County's portfolio has large swings in cash flow as a result of property tax season, average portfolio fund balances range between \$290 million and \$800 million. The change will support more effective management of portfolio while maintaining objectives of investment policy. This policy change was reviewed and approved by Oregon Short Term Fund Board (10/9/14) and County Investment Advisory Board.

3. Explain the fiscal impact (current year and ongoing).

N/A

4. Explain any legal and/or policy issues involved.

The County policy follows ORS 294 and 295 which relate to public finance.

5. Explain any citizen and/or other government participation that has or will take place.

The County's Investment Advisory Board (IAB) has reviewed the proposed policy changes and recommends the Board's approval of the revised Investment Policy.

Required Signature

**Elected
Official or
Department
Director:**

Karyne Kieta /s/

Date:

May 20, 2015

Note: Please submit electronically. Insert names of your approvers followed by /s/ - we no longer use actual signatures. Please insert date approved.