



INVESTMENT POLICY

RS-18-067

August 21, 2018

Policy Changes

2

Policy Change Location	Why Change is Required	Policy Change
Page 86, SECTION XXII(I)1- “Insurance or Collateral”	To cite the Public Funds Collateral Act (Chapter 2257 of the Texas Government Code) for collateral guidelines and to clarify collateral coverage that the City requires for different collateral instruments	Policy language was amended to: 1) cite the Collateral Act; 2) to differentiate the amount of collateral required depending upon the instrument pledged (102% of principal and accrued interest for securities and 100% of principal and accrued interest for FHLB letters of credit); and 3) to require that a letter of credit expire at least two business days beyond the maturity date of the CD.

Alternatives

3

- Accept adjustments to the City of Killeen Investment Policy
 - ▣ Continued compliance with the Public Funds Investment Act
 - ▣ Continued compliance with the Public Funds Collateral Act
- Reject adjustments to the City of Killeen Investment Policy

Recommendation

4

Staff recommends that the City Council approve the revised City of Killeen Investment Policy that is incorporated within the City of Killeen's Financial Governance Policies.