



## CITY COUNCIL MEMORANDUM

**FROM:** The Office of the City Manager    **DATE:** December 8, 2025  
**SUBJECT:** Consider Resolution No. 2025-049, adopting the City's Investment Policy, adopting the City's Investment Strategy, and providing an effective date.

**PRESENTER:** Trudy J. Lewis, Assistant City Manager

### **SUMMARY:**

The Public Funds Investment Act (PFIA) requires the City Council to review and adopt by official action the City's Investment Policy and Investment Strategy each year. Both the Investment Policy and Investment Strategy were last approved by the City Council on November 11, 2024.

### **GENERAL DESCRIPTION:**

The City is required by the PFIA to review and renew the City's investment policy and strategy at least annually. The City invests only in high-quality, short-term instruments with maturities no longer than five years, with an average maturity of three years. The City makes extensive use of investment pools (TexPool, Texas Range, and Texas Connect) for overnight liquidity. Aside from these pools, the City's investment portfolio is managed by Meeder Public Funds (Meeder).

Revisions included in the most recently adopted policy include a value cap of 5% for the purchase of any one investment and reduced maximum allowable investments in commercial paper. These changes strengthened the city's investment approach for diversification and risk management. After review of the policy and strategy with the city's investment consultant, Meeder, as well as the Investment Committee, staff is not proposing any changes for consideration at this time. It is still necessary for the Council to review and approve the policy as required by the PFIA.

### **RECOMMENDATION:**

Approve Resolution No. 2025-049, adopting the City Investment Policy, adopting the City's Investment Strategy, and providing an effective date.