



24-5539

DATE: May 7, 2024 (Item No. 82)
TO: Board of Supervisors
FROM: Margaret Olaiya, Director, Finance Agency
SUBJECT: County's Investment Policy

RECOMMENDED ACTION

Approve continuation without change of the County's current investment policy, last updated in March of 2023, as set forth in Section 4.8 of the Board of Supervisors' Policy Manual.

FISCAL IMPLICATIONS

There are no direct fiscal implications related to the approval of the actions noted above.

REASONS FOR RECOMMENDATION AND BACKGROUND

Under Government Code Section 53646, the Treasurer may annually provide a statement of investment policy to the Board of Supervisors. The policy and any changes must be reviewed and approved by the Board at a public meeting.

With the establishment of a Treasury Oversight Committee pursuant to Government Code Section 27130 et seq., the investment policy must also be presented to and reviewed by the Committee. The Committee meets at least annually, as required by Code. In some years, however, the Committee meets more frequently if it believes that current matters merit additional attention. The Committee last convened on March 5, 2024. This year, Administration recommended no changes to the investment policy from its last revision in 2023. As a result, the Committee voted to accept the investment policy as it currently stands with no changes.

The County's investment policy has been revised over the years to (1) recognize changes occurring within Government Code, (2) reflect new investment opportunities, (3) enhance risk controls, (4) accommodate changes in business practice and (5) make policy language easier to comprehend. However, when no revision proposal meets these standards, it has not been unusual to forego the option to change policy.

CHILD IMPACT

The recommended action will have no/neutral impact on children and youth.

SENIOR IMPACT

The recommended action will have no/neutral impact on seniors.

SUSTAINABILITY IMPLICATIONS

The recommended action will have no/neutral sustainability implications.

BACKGROUND

In the aftermath of the Orange County bankruptcy, the State Treasurer's Office disseminated an investment policy template for use by local agencies. The County structured its own investment policy with the template as a foundation. Although this template is uniformly used throughout California, over the years, individual local agencies have customized the original for a more tailored approach to risk management.

CONSEQUENCES OF NEGATIVE ACTION

The report will not be received.

ATTACHMENTS:

- Investment Policy 2023