

RESOLUTION 2026-###

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN PABLO ADOPTING A REVISED INVESTMENT POLICY FOR FY 2026-27

WHEREAS, Government Code Section 53607 requires a legislative body to delegate investment authority annually;

WHEREAS, Government Code Section 53646 states that the Treasurer or Chief Financial Officer may annually render to the City a statement of investment policy;

WHEREAS, if so rendered and if there are changes to the policy, the policy is required to be reviewed and approved at a public meeting;

WHEREAS, best management practices dictate, and the Investment Policy requires, that the City continue to review and approve its Investment Policy annually;

WHEREAS, the City's Investment Policy was last reviewed and approved on July 21, 2025, for Fiscal Year 2025-26;

WHEREAS, following the recommendation of the City's Investment Advisor, Shuster Advisory Group, LLC ("Shuster"), staff proposes the following updates to the City's Investment Policy Statement:

1. Updating maximum maturity for Prime Commercial Paper from 270 days to 397 days, pursuant to Government Code Section 53601(h);
2. Updating Eligible Banker's Acceptances portfolio limit from 30% to 40%, pursuant to Government Code Section 53601(g);
3. Updating maximum maturity for Repurchase Agreements from 30 days to 1 year, pursuant to Government Code Section 53601(j);
4. Clarifying that the current maximum allowance for any Local Agency Investment Fund (LAIF) account is \$75 million;
5. Enhancing the reporting data inputs for more informative monitoring of the City's bond portfolio's exposures and risk across security types; and
6. Adding a Weighted-Average-Life definition to the Glossary section.

WHEREAS, Shuster opines that the proposed revised Investment Policy Statement is consistent with the all applicable provisions of the California Government Code and the City's overall investment objectives of:

1. Preservation of capital and protection of investment principal;

2. Maintenance of sufficient liquidity to meet anticipated cash flows;
3. Attainment of a market rate of return; and
4. Diversification to avoid incurring unreasonable market risks.

NOW, THEREFORE, BE IT RESOLVED that the foregoing recitations are true and correct and are included herein by reference as findings; and

BE IT FURTHER RESOLVED that the attached Investment Policy is approved and adopted, and supersedes the Investment Policy approved by Resolution on June 15, 2026.

ADOPTED this 15th day of June, 2026, by the following votes:

AYES: COUNCILMEMBERS:
NOES: COUNCILMEMBERS:
ABSENT: COUNCILMEMBERS:
ABSTAIN: COUNCILMEMBERS:

ATTEST:

APPROVED:

Dorothy Gantt, City Clerk

Elizabeth Pabon-Alvarado, Mayor