



**TOWN OF LOS GATOS
COUNCIL AGENDA REPORT**

MEETING DATE: 11/03/2020

ITEM NO: 4

DATE: October 23, 2020
TO: Mayor and Town Council
FROM: Laurel Prevetti, Town Manager
SUBJECT: Approve Revisions to the Town's Operating Portfolio Investment Policy as Recommended by the Council Finance Committee.

RECOMMENDATION:

Approve revisions to the Town's Operating Portfolio Investment Policy as recommended by the Council Finance Committee.

DISCUSSION:

The Investment Policy establishes the investment scope, objectives, delegation of authority, standards of prudence, reporting requirements, internal controls, State mandated eligible investments, transactions, diversification requirements, risk tolerance, and safekeeping and custodial procedures for the investment of the operating funds of the Town. All Town funds are invested and/or will be invested in accordance with the Investment Policy and with applicable sections of the California Government Code.

The Council Finance Committee is tasked with the annual review of the Town Investment Policy.

On October 12, 2020, the Council Finance Committee reviewed the Investment Policy and recommended that the Quarterly Investment Report should include the Town portfolio Environmental, Social and Governance (ESG) scores and should be presented to the Council Finance Committee. The proposed changes are reflected in red in Attachment 1.

FISCAL IMPACT:

This action has no fiscal impact.

PREPARED BY: Stephen Conway
Finance Director

Reviewed by: Town Manager, Assistant Town Manager, and Town Attorney

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SUBJECT: Annual Review of the Town's Portfolio Investment Policy

DATE: October 23, 2020

ENVIRONMENTAL ASSESSMENT:

This is not a project defined under CEQA, and no further action is required.

Attachment:

1. Town of Los Gatos Investment Policy (redlined)