

Resolution No 2026-04

WHEREAS, Iowa Code Chapter 12B requires written investment policies which incorporate the guidelines specified in Chapter 12B and any other provisions deemed necessary to adequately safeguard invested public funds.

WHEREAS, "Operating funds" are those funds which are expected to be expended during a current budget year or within 15 months of receipt, operating funds must be identified and distinguished from all other funds available for investment and operating funds may only be invested in investments which mature within 397 days or less.

WHEREAS, The City, as a political subdivision of the State, when investing or depositing public funds, shall exercise the care, skill, prudence, and diligence under the circumstances then prevailing to obtain its goals. Primary goals should be based on the following: Safety of Principal is the first priority, Maintaining the necessary liquidity to match expected liabilities is the second priority, and Obtaining a reasonable return is the third priority.

WHEREAS, The trading of securities in which any public funds are invested for the purpose of speculation and the realization of short-term trading profits is prohibited. Only the following investments can be made: Obligations to the US Government, Certificates of Deposit at a Federally insured depository, Prime bankers acceptances that mature within 270 days (with limitations) and others as found in Iowa Code Chapter 12B.10.

THEREFORE BE IT RESOLVED that the City of Alexander will make investments primarily in the form of Certificate of Deposit after thorough research of rates offered at no less than 3 local federally insured depositories and purchase of CD's or reinvestment of CD's will only be made upon council vote.

Motion by Noelting to adopt the foregoing Resolution.

2nd by Larsen.

On the call of the roll, the vote was as follows: Ayes 5 Nays 0

PASSED AND APPROVED THIS 3rd day of March, 2026.



Mayor

Attest:

Denise J. Fohling
City Clerk