
Meeting Date

May 17, 2022

New Business Item #2

Subject

Investment Policy Review and Update

Recommendation

Staff recommends the Board of Directors approve Resolution 2022-04 adopting the BWA Investment Policy and authorizing the designation of its investment officers.

Background/Analysis

The Texas Public Funds Investment Act (PFIA) requires the governing body of an investing entity to review its investment policy no less than annually, and adopt a resolution that it has done so. In anticipation of a new depository services contract and an environment of rising interest rates, staff has made the following recommended changes to the proposed policy:

Section XVIII. Primary Depository Institution – The maximum amount of time for the Authority’s primary depository contract is increased from three years to five years

Exhibit B. Qualified Brokers – Several brokers are added to enable investment officers to better participate in investment markets.

Exhibit C. Qualified Investment Management Firms – One firm (Agile Capital) is added, and the address of Hilltop Securities is corrected.

BWA’s investment policy requires any brokers, investment advisors, or depositories utilized by the Authority to be approved by the Board and listed in the investment policy. Not all of these will be utilized, and if warranted by the RFP results, any of these lists may be expanded at a future date.

Financial Impact

None