



CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING

#20-0271

TO: Honorable Mayor and Members of the
Fort Lauderdale City Commission

FROM: Chris Lagerbloom, ICMA-CM, City Manager

DATE: April 7, 2020

TITLE: Resolution Authorizing the Investment and Reinvestment of Surplus City Funds, Including the Proceeds of General Obligations Bonds, Series 2020A and Series 2020B, in the Florida Public Assets for Liquidity Management Intergovernmental Investment Pool, and Authorizing the City Manager to Execute Agreements and Necessary Documents –
(Commission Districts 1, 2, 3 and 4)

Recommendation

It is recommended that the City Commission adopt a resolution authorizing the investment and reinvestment of surplus City funds, including the proceeds of General Obligation Bonds, Series 2020A and Series 2020B, in the Florida Public Assets for Liquidity Management ("FL PALM") intergovernmental investment pool, and delegating to the City Manager the authority to execute any agreements and other documents necessary for the City's investment and reinvestment of surplus City funds in FL PALM.

Background

Section XIV of the City's Investment Policy provides for allowable investments and portfolio composition. These allowable investments include Local Government Intergovernmental Pools ("LGIPs"), which are State/local government or privately sponsored investment pools that are authorized pursuant to state law. The policy requires a thorough investigation of any intergovernmental investment pool prior to investing, and on an annual basis, as well as the completion of a questionnaire that contains a list of questions, to be answered prior to investing, that cover the major aspects of any investment pool/fund. A current prospectus/information statement must be obtained.

FL PALM was established via an interlocal agreement on October 22, 2010, pursuant to Section 163.01, Florida Statutes. The goal of FL PALM is to provide a safe and liquid investment vehicle for all Florida public agencies. This trust was created to offer a much-needed investment alternative to Florida public agencies following the liquidity issues of the local government investment pool administered by the State of Florida. FL PALM was originally formed by school districts and is now open to investment by any public agency in the state of Florida. The permitted investments of this pool fall within the guidelines of the City of Ft. Lauderdale's investment policy. With \$2.9 Billion under

management, FL PALM maintains a Standard and Poor's AAAm rating. The fund offers daily liquidity and the 7 day yield as of March 27, 2020 was 1.18%. With authorization to participate, the City of Ft. Lauderdale will be able, but not obligated, to invest funds in the trust.

Resource Impact

There is no fiscal impact to the City associated with this item.

Strategic Connections

This item is a *Press Play Fort Lauderdale 2024 Strategic Plan* initiative, specifically advancing:

- The Internal Support Focus Area
- Goal 8: Build a leading government organization that manages all resources wisely and sustainably.
- Objective: Maintain financial integrity through sound budgeting practices, prudent fiscal management, cost effective operations, and long-term planning.

This item advances the *Fast Forward Fort Lauderdale 2035 Vision Plan: We Are Here*.

Attachments

Exhibit 1 - City's Investment Policy

Exhibit 2 - FL PALM Information Statement

Exhibit 3 - Trust Agreement – Florida PALM

Exhibit 4 - Investment Pool-Fund Questionnaire

Exhibit 5 - Resolution

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