



**CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING**

#13-1342

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

FROM: Lee Feldman, ICMA-CM, City Manager

DATE: October 1, 2013

TITLE: Resolution approving amendments to the City's Investment Policy

Recommendation

It is recommended that the City Commission adopt a resolution amending the City's Investment Policy to incorporate updates.

Background

On July 10, 2012, the Commission approved the Fuel Price Risk Management Program Guidelines and Addendum to the Investment Policy authorizing allowable investments for safeguarding the City's budget from fuel price volatility (CAR #12-1159). The addendum was incorporated into the Investment Policy; however, the program guidelines and the addendum contained inconsistent information. The City Commission adopted a resolution amending the City's Investment Policy on September 17, 2013. Upon further review, it was noted that the verbiage in the Policy should be amended to align with the Fuel Price Risk Management Program Guidelines previously adopted.

The proposed changes to the Fuel Price Risk Management Program contained in the Investment Policy are as follows:

Subsection XIV.2.b.:

Within this account, the City will acquire, hold and dispose of positions in exchange-traded futures and option contracts on Ultra-low Sulfur Diesel and Gasoline ~~or other commodities as deemed appropriate by staff and the advisor.~~ The contracts used will constitute effective hedges for the City's Diesel fuel and gasoline consumption according to and in compliance with GASB 53.

Resource Impact

There is no fiscal impact to the City.

Attachments

Exhibit 1 - Redline version of Investment Policy

Exhibit 2 - Resolution No. 13-__

Prepared by: Pamela Winston, Senior Accountant
Carrie Keohane, Administrative Assistant I

Department Director: Douglas R. Wood, Finance