

CITY OF SMITHS GROVE, KENTUCKY  
RESOLUTION # 94-6

A resolution regarding Investment Procedures

WHEREAS: The 1994 Kentucky General Assembly enacted Senate Bill 199, which amended KRS 66,480, the statute that regulates the investment of public funds by local governments, and

HWEREAS: Whenever possible the Smiths Grove City Commission, does, and intends to invest it's citizens funds in a prudent, honorable manner, and

HWEREAS: The City Clerk/Treasurer, under the guidance of the City Commission, has in the past, invested public funds in certificates of deposits and interest bearing savings accounts.

NOW, THEREFORE BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF SMITHS GROVE, KENTUCKY:

GENERAL POLICY

Section 1. It is the intent of the City Clerk/Treasurer, as the designated City Investment Authority, under the advise of the City Commission, to invest public funds in a manner which will provide the highest investment return, while meeting the daily cash flow demands of the city of Smiths Grove and conforming to all state statutes governing the investment of public funds.

Section 2. SCOPE

The investment policy applies to all financial assets held by the City of Smiths Grove, Kentucky as follows:

General Fund  
Street Fund  
Police Fund  
Library

Invested funds of the city are and shall be invested in accordance with applicable state laws.

Section 3. INVESTMENT OBJECTIVES

a. Safety-Investments shall be undertaken in a manner that seeks to ensure the preservation of the citys capital.

b. Liquidity;The citys investment portfolio shall remain liquid to enable the city to meet all operating requirements.

Section 4. SAFEKEEPING & CUSTODY

To protect against potential fraud and embezzlement, investment assets shall be secured through a safekeeping procedure. The designated investment official and any other officers or employees of the city authorized to engage in investment transactions shall be bonded in an amount established by the governing body. The safekeeping procedures utilized by the citys investment program shall be reviewed annually by the citys auditor.

Section 5. INVESTMENT REPORTING

The designated investment official shall prepare and submit to the governing body a monthly report regarding the status of the city's invested funds.

Section 6. AUDIT

In connection with the audit of city funds conducted by an independent certified public accountant, the auditor shall conduct a review of the city's investment program, including internal controls and procedures, and the results of the review, including recommended changes, shall be included in the city's audit.

Section 7. INVESTMENT POLICY ADOPTION

The city's investment policy shall be adopted by order of the City Commission and shall become effective on the date set forth in the order. The policy shall be reviewed annually and revised, as appropriate. Any amendments to this Resolution must be made by order of the City Commission.

APPROVED:

James R. Gilley  
JAMES R. GILLEY, MAYOR

ATTEST:

Dorothy J. Neal  
DOROTHY J. NEAL, CITY CLERK

DATE:

9-26-94