



**CITY OF PORTLAND**  
OFFICE OF MANAGEMENT AND FINANCE

**Sam Adams, Mayor**  
**Kenneth L. Rust, Chief Administrative Officer**  
**Richard F. Goward, Jr., Chief Financial Officer**

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**DATE:** November 12, 2010  
**TO:** Mayor Sam Adams  
**FROM:** Eric H. Johansen, City Treasurer  
**RE:** Adopt City of Portland Investment Policy (Resolution)

**FOR MAYOR'S OFFICE USE ONLY**  
Reviewed by Bureau Liaison \_\_\_\_\_

1. **INTENDED THURSDAY FILING DATE:** November 18, 2010  
2. **REQUESTED COUNCIL AGENDA DATE:** December 1, 2010 *EW*  
3. **CONTACT NAME & NUMBER:** Eric H. Johansen, City Treasurer (503) 823-6851  
4. **PLACE ON:**  **CONSENT**  **REGULAR**  
5. **BUDGET IMPACT STATEMENT ATTACHED:**  **Y**  **N**  **N/A**  
6. **(3) ORIGINAL COPIES OF CONTRACTS APPROVED AS TO FORM BY CITY ATTORNEY ATTACHED:**  **Yes**  **No**  **N/A**

**7. BACKGROUND/ANALYSIS**

Oregon law pertaining to the investment of public funds requires the adoption of an Investment Policy. Exhibit I is the City Investment Policy as developed by the Bureau of Financial Services Treasury Division within the Office of Management and Finance. It is presented to council for adoption annually.

The City's Investment Advisory Committee has reviewed the Policy and unanimously recommended its adoption by City Council. The Investment Policy was also submitted to the State of Oregon's Short Term Fund Board for review and Exhibit II is notification of the policy's satisfactory compliance with state requirements.

The Investment Policy continues to reflect prudent strategies the City has utilized in the past, which first and foremost strive to protect the City's financial assets, while enabling the City to generate a fair rate of return on its investments. Certain types of municipal debt and short term corporate bonds were added to the City's list of eligible securities. These updates should benefit the City by better aligning its policy with the State of Oregon Revised Statutes Chapter 294.

If you have any questions, please feel free to call Eric Johansen (503) 823-6851.

**8. FINANCIAL IMPACT**

Not Applicable

**9. RECOMMENDATION/ACTION REQUESTED**

It is recommended that Council adopt the Investment Policy.

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