

RESOLUTION - INVESTMENT POLICY

I. Investments

A. The objectives of the Investment Policy of the Town of New Lisbon, New York are to insure the legality, safety, and liquidity of the investments and to provide a competitive rate of return.

B. The authority to invest the excess funds of the Town is given to the Town Supervisor. The investments shall be reported to the New Lisbon Town Board at its regular meetings.

C. The following investment vehicles are authorized investments of the Town:

1. Interest Bearing Deposit Accounts- Legal interest bearing deposit accounts with the banks designated as depositories for the funds of the Town of New Lisbon. These accounts would include Certificates of Deposit, Money Market Deposit Accounts, and other savings and interest bearing accounts.

2. The purchase of authorized securities limited to U.S. Treasury Obligations, Federal Agencies, the principal and interest of which are guaranteed by United States, obligations of the State of New York or obligations of New York State local governments.

3. Repurchase Agreements with a bank that is a designated depository of the Town of New Lisbon.

4. By participation in a Cooperative investment programs with another authorized governmental entity pursuant to Article 5G of the General Municipal Law where such program meets all the requirements set forth in the Office of the State Comptroller Opinion No. 88-46, and the specific program has been authorized by the governing board.

II. Deposit Collateral

All deposits of the Town of New Lisbon (including Certificates of Deposit) shall be fully secured by the Federal Deposit Insurance Corporation or by obligations of the U.S. Treasury, Federal Agencies, State of New York, or "New York State local governments held by the depository bank in a third-party bank custodian account. The custodial bank must be a bank or trust company authorized to do business in New York State. The market value of such collateral shall at all times be equal to or exceed the collected funds on deposit at the bank.

The town shall enter into a written collateral agreement with each depository bank. The depository bank shall provide a report of collateral monthly, along with a report of collateral changes at each instance of such change.

III. Repurchase Agreements

A master repurchase agreement must be contracted with each bank that provides repos for the Town of New Lisbon.

In addition individual agreements must be supplied by the bank each day the town contracts for a repo.

The repos will be contracted with those banks that are named depositories of the Town of New Lisbon. Each bank should provide the town with a copy of the bank's annual report.

A margin of five percent or higher of the market value of the purchased securities must be maintained.

III. Banks

For purposes of this policy, the term "bank" shall be deemed to include a savings bank, savings and loan association, federal savings and loan association, federal savings bank, credit union, or federal credit union to the extent permitted by NYS law, for example, Banking Law Section 96-D.

Dated: May 12, 1987
Charlene R. Wells, Town Clerk

Amended: August xx, 2025