TOWN OF HOWARD INVESTMENT POLICY

The objectives of the Investment Policy of the Local Government are to minimize risk; to insure that investments mature when the cash is required to finance operations; and to insure a competitive rate of return. In accordance with this policy, the chief fiscal officer (the Supervisor) is hereby authorized to invest all funds including proceeds of obligations and reserve funds in:

Certificates of Deposit issued by a bank or trust company authorized to do business in New York State;

Time Deposit Accounts in a bank or trust company authorized to do business in New York State;

Obligations of New York State;

Obligations of the United States Government;

In Repurchase Agreements involving the purchase and sale of direct obligations of the United States.

All funds except Reserve Funds may be invested in:

Obligations of agencies of the federal government if principal and interest is guaranteed by the United States;

With the approval of the State Comptroller, in Revenue Anticipation notes or tax anticipation notes of other local governments.

Only reserve funds may be invested in:

Obligations of the local government.

All other local government officials receiving money in their official capacity must deposit such funds in negotiable order of withdrawal accounts.

All investments made pursuant to this investment policy shall comply with the following conditions:

1. COLLATERAL

A. Certificates of Deposit shall be fully secured by insurance of the Federal Deposit Insurance Corporation or by obligations of New York State or obligations of federal agencies the principal and interest of which are guaranteed by the United States, or obligations of New York State local governments. Collateral shall be delivered to the local government or a custodial bank with which the local government has entered into a custodial

agreement. The market value of collateral shall at all times equal or exceed the principal amount of the Certificate of Deposit. Collateral shall be monitored no less frequently than weekly, and market value shall mean the bid or closing price as quoted in the <u>Wall Street Journal</u> or as quoted by another recognized pricing service.

- B. Securities purchase through a repurchase agreement shall be valued to Market at least weekly.
- C. Collateral shall not be required with respect to the purchase of obligations of New York State, obligations of the United States, and obligations of federal agencies the principal and interest of which are guaranteed by the United States government.

Within Sixty Days (60) of the end of the fiscal year, the Chief Fiscal Officer (the Supervisor) Shall prepare a report and submit to the governing board an inventory of investments, noting changes from previous investments. The Chief Fiscal Officer (the Supervisor) may issue an investment report during the year as he deems necessary.

At the time the annual investment report is submitted to the governing board, this investment policy shall be reviewed.

Adopted on January 11th, 2023 by the

HOWARD TOWN BOARD

Day & Rice