

Monday 8/24/15
2:35

August 20, 2015

TO: Board of Commissioners
FROM: Michael Green – Treasurer
SUBJ: Interim Adjustment to the Investment Policy
CC: Laura Tschabold

In the annual review of the Investment Policy several changes to Section 9 were recommended by the Investment Committee. These proposed changes have been submitted to the OSTF Board for review and comment in their next meeting scheduled for October 8.

In the interim, the Investment Policy as written restricts any new investments to non-callable Agency securities. These securities currently trade at 25 – 50 bps less than callable securities or non-callable corporate bonds. Therefore, I am requesting that the Board approve the following interim changes to the Investment Policy:

- Non-callable securities be limited to 15% of the portfolio rather than the current 85%
- Corporate bonds be limited to 35% of the portfolio rather than the current 10%

Both of these changes have been submitted to the OSTF Board as part of the amended policy. Both changes are within fall within Oregon statute guidelines. By approving these changes now, the County can achieve a better return on the portfolio.

Accepted by Yamhill County
Board of Commissioners on
8.27.15 by Board Order
15-349