



DATE: February 15, 2018

AGENDA ITEM # 4

**TO:** Financial Commission

**FROM:** Sharif Etman, Staff Liaison  
Izac Chyou, PFM

**SUBJECT:** Update to Investment Policy Recommendations

**RECOMMENDATION:**

Approve PFM policy update recommendations

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**BACKGROUND**

The City's Investment Policy sets forth guidelines that ensure the City's funds are invested in compliance with State law and in a prudent manner. The Policy is reviewed on an annual basis.

**DISCUSSION**

PFM Asset Management LLC reviewed the City's Investment Policy and found it to be in compliance with California Government Code. While there are no changes to the Government Code that require changes to the City's policy, PFM does recommend some changes to reflect current industry standards for prudent financial management. These recommendations are presented by Izac Chyou, Senior Managing Consultant with PFM.

Attachments:

- A. PFM Investment Policy Review Memorandum
- B. City of Los Altos Investment Policy- redline DRAFT