

**RESOLUTION NO. 690 -2014, UPDATING COUNTY'S  
INVESTMENT POLICY**

**WHEREAS**, Section 39 of NEW YORK GENERAL MUNICIPAL LAW requires local governments to adopt a comprehensive investment policy which details the local government's operative policy and instructions to officers and staff regarding the investing, monitoring and reporting of funds; and

**WHEREAS**, the County Treasurer and the County's Financial Advisor have recommended updating the County's Investment Policy to authorize additional investment options that are legally permitted, and, if properly utilized, could provide prudent diversification and additional investment yield to the County; now, therefore be it

**1st RESOLVED**, that Chapter 981 of the SUFFOLK COUNTY CODE is hereby amended as follows:

**CHAPTER 981: INVESTMENT POLICY**

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**§ 981-7. Designation of depositories; deposit placement program authorized.**

- A. The banks and trust companies authorized for the deposit of County monies are designated each year at the organizational meeting of the Suffolk County Legislature.
- B. The banks and trust companies authorized for the deposit of County monies are hereby authorized to arrange for the redeposit of the County's monies in one or more banking institutions, as defined in § 9-r of NEW YORK BANKING LAW, for the account of the County through a deposit placement program that meets all of the conditions set forth in § 10(2)(a)(ii) of NEW YORK GENERAL MUNICIPAL LAW.

**§ 981-8. Collateralizing of deposits.**

- A. In accordance with the provisions of General Municipal Law § 10, all deposits of Suffolk County, including certificates of deposit and special time deposits, in excess of the amount insured under the provisions of the Federal Deposit Insurance Act shall be secured by:
- (1) A pledge of eligible securities with an aggregate market value, as provided by General Municipal Law § 10, equal to the aggregate amount of deposits from the categories designated in Appendix A to the policy.
  - (2) An eligible surety bond payable to the government for an amount at least equal to 100% of the aggregate amount of deposits and the agreed-upon interest, if any, executed by an insurance company authorized to do business in New York State, whose claims-paying ability is rated in the highest rating category by at least two nationally recognized statistical rating organizations.

(3) An irrevocable letter of credit issued in favor of the County by a federal home loan bank whose commercial paper and other unsecured short term debt obligations are rated in the highest rating category by at least one nationally recognized statistical rating organization payable to the County as security for the payment of one hundred percent (100%) of the aggregate amount for the County deposits and the agreed upon interest, if any.

B. Any surety bond provided in compliance with the investment policy shall be delivered to the Suffolk County Treasurer's office prior to or concurrent with the deposit of monies in that financial institution.

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**§ 981-10. Permitted investments.**

A. As authorized by General Municipal Law § 11, Suffolk County authorizes the Treasurer to invest monies not required for immediate expenditure for terms not to exceed its projected cash flow needs in the following types of investments:

- (1) Special time deposit accounts.
- (2) Certificates of deposit.
- (3) Obligations guaranteed by agencies of the United States of America where the payment of principal and interest are guaranteed by the United States of America.
- (4) Obligations of the State of New York, to the extent that no more than 25% of invested monies shall be invested in obligations of the State of New York.
- (5) Obligations issued pursuant to Local Finance Law § 24 or 25 (with approval of the State Comptroller) by any municipality school district or district corporation other than Suffolk County, to the extent that no more than 15% of invested monies shall be invested in obligations issued pursuant to Local Finance Law § 24 or 25.
- (6) Participation in a cooperative investment program with another authorized governmental entity pursuant to Article 5-G 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 investment program has been authorized by the County Legislature, to the extent that no more than 15% of invested monies, exclusive of trust and agency funds, shall be invested in obligations issued by any one approved cooperative investment program.
- (7) Tax Anticipation Notes and Reserve Anticipation Notes issued by any school district in New York State.

- B. All investment obligations shall be payable or redeemable at the option of the County of Suffolk within such times as the proceeds will be needed to meet expenditures for purposes for which the monies were provided and, in the case of obligations purchased with the proceeds of bonds or notes, shall be payable or redeemable at the option of the County of Suffolk within two years of the date of purchase. The investment maturities of monies invested from current operating funds shall be limited to 12 months or less, while the maturities of monies invested from budgetary reserve funds shall be limited to 20 months or less.

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and be it further

**2nd RESOLVED**, that this Legislature, being the State Environmental Quality Review Act (SEQRA) lead agency, hereby finds and determines that this resolution constitutes a Type II action pursuant to Section 617.5(c)(20), (21) and (27) of Title 6 of the NEW YORK CODE OF RULES AND REGULATIONS (6 NYCRR) and within the meaning of Section 8-0109(2) of the NEW YORK ENVIRONMENTAL CONSERVATION LAW as a promulgation of regulations, rules, policies, procedures, and legislative decisions in connection with continuing agency administration, management and information collection, and the Suffolk County Council on Environmental Quality (CEQ) is hereby directed to circulate any appropriate SEQRA notices of determination of non-applicability or non-significance in accordance with this resolution.

DATED: September 9, 2014

APPROVED BY:

/s/ Steven Bellone  
County Executive of Suffolk County

Date: September 12, 2014