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OFFICE OF THE CITY CLERK
OAKLAND

CITY OF OAKLAND

AGENDA REPORT

2009 FEB 19 PM 4:46

TO: Office of the City Administrator
ATTN: Dan Lindheim
FROM: Finance and Management Agency
DATE: February 24, 2009

RE: **Resolution Of The City Council Of The City Of Oakland Authorizing The Deposit Of City Monies In The Local Agencies Investment Fund As Authorized Under California Government Code Section 16429.1 For Purposes Of Investment By The State Treasurer And Designating The City Officers Authorized To Order The Deposit And Withdrawal Of Monies In The Fund.**

SUMMARY

The Investment Division of the State Treasurer's Office of California manages the Local Agency Investment Fund ("LAIF") under statutory authority granted by the California Government Code sections 16430 and 16480.4. The LAIF allows cities, counties, and special districts to place money in a major portfolio and by the end of November 2008, LAIF had 2,720 participating agencies and a balance of \$20.9 billion.

The City of Oakland's Operating Fund Portfolio has invested in LAIF since December, 1989 and currently maintains a balance of \$40 million. Currently, the City of Oakland's Investment Policy designates the titles of City staff that can execute trades on behalf of the City.

The LAIF is now requiring cities, counties and special districts to execute a resolution that authorizes which staff may order the deposit or withdrawal of monies in LAIF.

FISCAL IMPACT

There is no fiscal impact with this report.

BACKGROUND

The City of Oakland adopts an Investment Policy by resolution every fiscal year that outlines the permitted investments and the authorized staff that are allowed to conduct trades on behalf of the City. Traditionally, LAIF has used the Investment Policy as the governing document for the authorized staff to execute trades. At this time, LAIF is requiring that cities, counties, and special districts execute a separate resolution pertaining specifically to LAIF for the authorized staff to conduct trades on behalf of the City.

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KEY ISSUES AND IMPACTS

The City must update the list of staff authorized to order the deposit or withdrawal of monies with LAIF to adhere to the provisions of Section 16429.1 of the Government Code.

The LAIF has a 10:00 a.m. cutoff time to execute trades and the City needs the appropriate authorized staff to place the deposit or withdrawal of monies in LAIF.

The City designates the following staff or their successors as authorized to order the deposit and withdrawal of monies in the Local Agency Investment Fund:

1. Joseph T. Yew – Director, Finance and Management Agency
2. Katano Kasaine – Treasury Manager
3. David Jones – Principal Financial Analyst
4. Max Kumar – Treasury Analyst

SUSTAINABLE OPPORTUNITIES

There are no economic, environmental or social equity opportunities arising from actions under this report.

DISABILITY AND SENIOR CITIZEN ACCESS

There is no impact to disability or senior citizen access following actions under this report.

RECOMMENDATION(S) AND RATIONALE

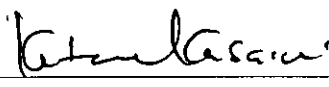
Staff recommends that only certain staff and their successors have the ability to order the deposit or withdrawal of monies in the Local Agency Investment Fund.

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ACTION REQUESTED OF THE CITY COUNCIL

Staff requests that the City Council approve the resolution authorizing certain staff or their successors to order the deposit or withdrawal of monies in the Local Agency Investment Fund.

Respectfully submitted,

for 

JOSEPH T. YEW

Director

Finance and Management Agency/ Treasurer

Prepared by:

Katano Kasaine, Treasury Manager
Treasury Division

APPROVED AND FORWARDED TO THE
FINANCE AND MANAGEMENT COMMITTEE:


OFFICE OF THE CITY ADMINISTRATOR

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REVISED

APPROVED AS TO FORM AND LEGALITY

FILED
OFFICE OF THE CITY CLERK
OAKLAND

Kathleen Helen Boyd
City Attorney

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CITY OF OAKLAND

RESOLUTION NO. _____ C.M.S.

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF OAKLAND AUTHORIZING THE DEPOSIT OF CITY MONIES IN THE LOCAL AGENCIES INVESTMENT FUND AS AUTHORIZED UNDER CALIFORNIA GOVERNMENT CODE SECTION 16429.1 FOR PURPOSES OF INVESTMENT BY THE STATE TREASURER AND DESIGNATING THE CITY OFFICERS AUTHORIZED TO ORDER THE DEPOSIT AND WITHDRAWAL OF MONIES IN THE FUND.

WHEREAS, pursuant to Chapter 730 of the statutes of 1976 Section 16429.1 was added to the California Government Code to create a Local Agency Investment Fund in the state treasury for the deposit of money of a local agency for purposes of investment by the state treasurer; and

WHEREAS, the City Council of the City of Oakland (the "Agency") does hereby find and determines that the deposit and withdrawal of money in the Local Agency Investment Fund in accordance with the provisions of Government Code Section 16429.1 for the purposes of investment as stated therein is in the best interests of the City; now, therefore, be it

RESOLVED, that the City Council does hereby authorize the investment and withdrawal of City monies in the Local Agency Investment Fund in accordance with the provisions of Government Code Section 16429.1 for the purpose of investment as stated therein, and verification by the State Treasurer's Office of all banking information provided in that regard; and be it

FURTHER RESOLVED, that City Finance Director Joseph T. Yew, Treasury Manager Katano Kasaine, Principal Financial Analyst David Jones, Treasury Analyst Max Kumar or their successors, are hereby designated by the City Council as the City officers authorized to order the deposit and withdrawal of monies in the Local Agencies Investment Fund; and be it

AND BE IT FURTHER RESOLVED, that this resolution shall take effect immediately upon its passage.

IN COUNCIL, OAKLAND, CALIFORNIA, _____, 20____

PASSED BY THE FOLLOWING VOTE:

AYES - BROOKS, DE LA FUENTE, KAPLAN, KERNIGHAN, NADEL, QUAN, REID, and PRESIDENT BRUNNER

NOES -

ABSENT -

ABSTENTION -

Attest: _____

LaTonda Simmons
Clerk of the Council of the
City of Oakland, California