

RESOLUTION NO. 2025-202

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BASTROP, TEXAS AUTHORIZING THE CREATION OF AN INVESTMENT COMMITTEE SERVING IN THE BEST FINANCIAL INTERESTS OF THE CITY OF BASTOP.

WHEREAS, the City of Bastrop recognizes the importance of prudent investment management of public funds to ensure safety, liquidity, and yield in accordance with applicable laws and its adopted investment policy; and

WHEREAS, the City of Bastrop has determined that it is in the best interest of a municipality to establish an Investment Committee to provide professional oversight and prudent management of public funds; and

WHEREAS, the City of Bastrop has determined that an Investment Committee ensures that all investments comply with applicable laws, regulations, and fiduciary standards; protect principal; maintain adequate liquidity; and generate reasonable returns; and

WHEREAS, an Investment Committee promotes accountability and transparency by monitoring investment performance, managing risks, and maintaining thorough documentation of decisions; and

WHEREAS, an Investment Committee interprets and implements the City's investment policy, ensuring that taxpayer resources are managed responsibly and in the best interest of the community; and

WHEREAS, the Mayor will appoint two City Council Members (one of which may be the Mayor) and confirmed by City Council for the term concurrent with the members' elected term to serve on the Investment Committee; and

NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF BASTROP, TEXAS, THAT:

Section 1. Creation of an Investment Committee serving in the best financial interests of the City of Bastrop – to be structured as follows:

1. Five voting members for the Investment Committee to include:
 - a. The City Manager.
 - b. Assistant City Manager.
 - c. Chief Financial Officer (also known as Director of Finance) or their designee.

- d. Two City Council Members appointed by the Mayor (one of which may be the Mayor) and confirmed by City Council for a term concurrent with the member's elected term.
2. Recommended non-voting advisors:
 - a. Investment Advisor/Consultant to provide market analysis, product recommendations, and performance reporting.
 - b. City Attorney or designee to ensure compliance with state/local investment statutes and policy interpretations.

Section 2. Investment Committee Responsibilities

1. Meeting (at a minimum) on a quarterly basis to review portfolio performance, risk exposures and compliance.
2. Identify, assess, and monitor risks such as credit risk, market risk, liquidity risk, and concentration risk.
3. At a minimum, annually, the Investment Committee shall review, revise, and adopt a list of qualified brokers that are authorized to engage in investment transactions with the City.
4. Be responsible for monitoring, reviewing, and making recommendations regarding the City of Bastrop's Investment Policy to the City Council.
5. Confirm compliance with state laws (such as the Public Funds Investment Act, if applicable), local ordinances, and internal procedures.
6. Review Investment Advisor/Consultant recommendations and approve or deny investment transactions when required.
7. Review quarterly investment reports before submission to the City Council.

Section 3. Delegation of Authority

The following are authorized to act on behalf of the City of Bastrop in matters related to the investments approved by the Investment Committee:

City Manager

Chief Financial Officer (also known as Finance Director)

Assistant Finance Director

Section 4. Appointment of two City Council Members to the Investment Committee

The Mayor will appoint two City Council Members (one of which may be the Mayor) and confirmed by City Council for the term concurrent with the members' elected term to serve on the Investment Committee.

Section 5. Effective Date - This resolution shall take effect immediately upon its adoption

DULY RESOLVED & ADOPTED by the City Council of the City of Bastrop, Texas, on this, the 9th day of December 2025.

THE CITY OF BASTROP, TEXAS:



Ishmael Harris, Mayor

ATTEST:



Michael Muscarello, City Secretary



APPROVED AS TO FORM:



City Attorney
Denton Navarro Rocha Bernal & Zech, P.C.