

City of Loveland Temporary Addendum to Investment Policy

In recognition of current market conditions, the City of Loveland adopts this Addendum to its Investment Policy effective for three (3) years following its approval by City Council.

Notwithstanding anything in the Investment Policy to the contrary, as long as this Addendum is in place investments in the following, subject to the following constraints, shall be considered “Suitable and Authorized Investments” under to section VIII. of the Investment Policy:

Subsection 1. “United States Treasury and Agency Issues” may include the following investments subject to a combined maximum investment of the lesser of \$20 million or 10% of the total portfolio:

Credit Rating	Maximum Maturity
A-/A3/A-	3 years
A/A2/A	5 years
A+/A1/A+	7 years

Note: Securities must carry at least two credit ratings with a minimum rating listed from Standard & Poor’s, Moody’s Investor service or Fitch, respectively.

Subsection 2. “Government Sponsored Enterprises (“GSE”)” may include investments subject to a combined maximum investment of the lesser of \$20 million or 10% of the total portfolio:

Credit Rating	Maximum Maturity
A-/A3/A-	3 years
A/A2/A	5 years
A+/A1/A+	7 years

Note: Securities must carry at least two credit ratings with a minimum rating listed from Standard & Poor’s, Moody’s, or Fitch, respectively.

Subsection 3. “State and Local Debt Issues” may include investments subject to a combined maximum investment of the lesser of \$20 million or 10% of the total portfolio:

Credit Rating	Maximum Maturity
A-/A3/A-	3 years
A/A2/A	5 years

Note: Securities must carry at least two credit ratings with a minimum rating listed from Standard & Poor’s, Moody’s, or Fitch, respectively.

Subsection 4. “Corporate Securities” may include investments subject to a combined maximum investment of the lesser of \$10 million or 10% of the total portfolio:

Credit Rating	Maximum Maturity
A-/A3/A-	5 years

Note: Securities must carry at least two credit ratings with a minimum rating listed from Standard & Poor’s, Moody’s, or Fitch, respectively.

Subsection 8. “Deposits in State or Nationally Chartered Depository Institutions” may include: CDs under \$250,000 that are fully insured by the Federal Deposit Insurance Corporation.

Investments made prior to the expiration of this Addendum will not have to be sold due to expiration of this Addendum.