

RESOLUTION NO. 894

**A RESOLUTION AUTHORIZING THE CITY OF WILSONVILLE TO EXCEED THE \$10 MILLON INVESTMENT LIMITATION WITH THE LOCAL GOVERNMENT INVESTMENT POOL, SALEM, OREGON**

WHEREAS, the city of Wilsonville uses the Local Government Investment Pool (LGIP) for investments of all funds not required on a day to day basis; and

WHEREAS, the total amount of funds which can be invested in the LGIP by one government entity is limited to \$10 millon dollars, unless formal approval is given by the governing body; and

WHEREAS, the city of Wilsonville desires to increase the limitation on their investments in the LGIP to \$15 millon.

NOW, THEREFORE, BE IT RESOLVED that the City Council does hereby authorize the investment limitation of a maximum of \$15 millon dollars to be invested in the Local Government Investment Pool.

ADOPTED by the City Council of the City of Wilsonville at a regular meeting thereof this 21st day of January, 1992, and filed with the Wilsonville City Recorder this same date.



GERALD A. KRUMMEL, Mayor

ATTEST:



VERA A. ROJAS, CMC/AAE City Recorder

SUMMARY of Votes:

Mayor Krummel AYE  
Councilor Chandler ABSENT  
Councilor Carter AYE  
Councilor Van Eck AYE  
Councilor Lehan AYE

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CB-R-570-92

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EXHIBIT "A"

City of  
**WILSONVILLE**  
in OREGON

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(503) 682-1011

MEMORANDUM

**FINANCE DEPT**

**TO: ARLENE LOBLE, CITY MANAGER**

**FROM: RAY SHORTEN, FINANCE DIRECTOR**

**DATE: JANUARY 15, 1992**

**RE: APPROVAL TO INCREASE THE LIMIT ON FUNDS  
INVESTED IN THE LOCAL GOVERNMENT  
INVESTMENT POOL (LGIP)**

It has been prior City practice to utilize the Local Government Investment Pool (LGIP) as an investment resource whenever their interest rate is competitive with that available through banks and other authorized investment institutions. An example of the increased savings available through LGIP was evident in December, when the interest rate in the LGIP was 5.8506% compared to the available rate of 4.05% at First Interstate Bank. Another advantage of using the LGIP is the liquidity of the funds, so that even amounts needed for day to day operations can be retrieved on the same day they are requested, providing an efficient method for maximizing interest earnings.

The make-up of the City's funds routinely invested in the LGIP could include:

- all collected LID assessment funds not yet expended on bond repayment,
- funds for construction of the water reservoir and related improvements associated with the water revenue bonds,
- all working capital not needed on a day-to-day basis

The LGIP does stipulate that investments within the "pool" by one governing entity can not exceed \$10 million dollars without the prior authorization by the governing body. At the present time, we have been forced to withdraw funds from the "pool" to cooperate with this ruling. Although we are not faced with this problem very often, I am recommending that it would be in the City's best interest to have the City Council authorize an increase in the limitation to a maximum investment of \$15 million dollars.