

RESOLUTION NO. R20-___

A RESOLUTION OF THE CITY COUNCIL OF THE TOWN OF ADDISON, TEXAS AUTHORIZING TEXAS COOPERATIVE LIQUID ASSETS SECURITIES SYSTEM (“TEXAS CLASS”) AS AN AUTHORIZED INVESTMENT AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the Public Funds Investment Act, Texas Government Code, Section 2256.001 et seq. (the “Act”) requires the governing body of each local government in Texas to adopt investment policies in accordance with the terms of the Act; and

WHEREAS, pursuant to the requirements of the Act, the City Council of the Town of Addison, Texas (the “City Council”) has previously reviewed and adopted an investment policy (the “Policy”) that provides in part that the funds of the Town of Addison will be invested in investments permitted by the Act in order to: (i) invest only in investments legally permitted under Texas law; (ii) minimize risk by managing portfolio investments so as to preserve principal and maintain a stable net asset value; (iii) manage portfolio investments to ensure that cash will be available as required to finance operations; and (iv) maximize current income to the degree consistent with legality, safety, and liquidity; and

WHEREAS, pursuant to the Policy and the Act, the City Council has appointed Steven Glickman (the “Investment Officer”) to act as the Investment Officer of the Town of Addison; and

WHEREAS, the Act provides that funds under the control of the Town of Addison may be invested through an eligible investment pool meeting the standards of Section 2256.016 of the Act; and

WHEREAS, the Town of Addison has received and reviewed the Texas Cooperative Liquid Assets Securities System (“Texas CLASS”) Information Statement dated December 2016, summarizing the Texas CLASS Trust Agreement and Program (the “Program”), and has determined it to be an eligible investment pool administered by Public Trust Advisors, LLC that sets forth the information required by Section 2256.016(b) of the Act; and

WHEREAS, the Town of Addison has determined the Program’s proposed investments are of a type that are permitted by the Act and are consistent with the Policy; and

WHEREAS, the Town of Addison has determined that an investment in the Program will assist the Town of Addison in achieving the goals set forth in the Policy and preclude imprudent investment activities arising out of investment transactions conducted between the Town of Addison and Public Trust Advisors, LLC, as the administrator of the Program (the “Administrator”); and

WHEREAS, the Town of Addison understands that the Program operates through the Eighth Amended and Restated Trust Agreement, dated April 8, 2019 (the “Trust Agreement”), providing the terms under which the Program will operate, the rights of the Program participants

and sets forth responsibilities for both the Administrator and those of Wells Fargo Bank as the custodian (the “Custodian”);

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE TOWN OF ADDISON, TEXAS:

SECTION 1. The recitals set forth above are true and correct and are incorporated as if fully set forth herein.

SECTION 2. That the timely presented form, terms, and provisions of the Trust Agreement, which provide for the creation of the Program, for the rights of the Program participants and for the duties and responsibilities of the Administrator, are hereby approved and adopted; and that the Investment Officer, on behalf of the Town of Addison, is hereby authorized and directed to execute and deliver, to the Administrator and to the Custodian, a participation certificate evidencing the Town of Addison’s intent to be bound by the terms of the Trust Agreement.

SECTION 3. That the investment program established by the Trust Agreement is hereby found and determined to be consistent with the Policy and to preclude imprudent investment activities arising out of investment transactions conducted between the Town of Addison and the Administrator.

SECTION 4. This Resolution shall take effect from and after its date of adoption.

DULY RESOLVED AND ADOPTED by the City Council of the Town of Addison, Texas, on this the **13th** day of **OCTOBER** 2020.

TOWN OF ADDISON, TEXAS

Joe Chow, Mayor

ATTEST:

APPROVED AS TO FORM:

Irma Parker, City Secretary

Brenda N. McDonald, City Attorney