



Data Sheet
Agenda Item No. 7.

Meeting Date: November 1, 2018

Agenda Item:

Accept "Annual Review" of the District's Investment Policy.

Placement:	<input checked="" type="checkbox"/> Consent	<input type="checkbox"/> Individual Consideration	<input type="checkbox"/> Executive Session
Vote:	<input checked="" type="checkbox"/> Non-Weighted	<input type="checkbox"/> Regular Weighted Capital	<input type="checkbox"/> Special Weighted Capital
Recommending Department: Business Department			

Background:

The Public Funds Investment Act requires each governmental entity to review its Investment Policy on an annual basis. The District's investment advisor, First Southwest Asset Management, Inc. (FSAM), has reviewed the current policy last amended by the Board on December 7, 2017. FSAM suggested no changes to the current investment policy.

Enclosed for your information is a letter from the District's investment advisor with their comments and recommendations.

Financial:

Since no change is being recommended, there are no financial implications. Overall, the Investment Policy provides the District with guidance to make prudent investment decisions that will have a positive financial impact in the future.

Recommendation:

To reaffirm and accept the Annual Review of the existing Investment Policy.

Enclosures:

Letter sent by Scott McIntyre of FSAM to the District regarding the Investment Policy.

If you wish to have a copy of the Investment Policy, please contact Lester Harris at (972)219-1228.

Submitted By:


Bill Greenleaf, Director/Business Services

Date: October 26, 2018



300 W. 6th Street
Suite 1940
Austin, Texas 78701

Scott McIntyre, CFA
Managing Director
Scott.McIntyre@hilltopsecurities

POLICY REVIEW

October 12, 2018

Mr. Bill Greenleaf
Director of Business Services
Upper Trinity Regional Water District
PO Box 305
Lewisville, TX 75067

Dear Mr. Greenleaf:

First Southwest Asset Management, Inc. has performed its annual review of the Upper Trinity Regional Water District's (the "District") written investment policy to determine compliance with the Texas Public Funds Investment Act (the "Act"), Texas Government Code, Chapter 2256. Our review was limited in scope, with the primary purpose being to evaluate conformity with the Act. We did not seek to ensure that all funds and procedures are addressed in the policy, nor have we reviewed compliance with the policy or internal controls of the District. Based upon our review, we have reached the following conclusion:

The Texas Legislature did not meet in 2018, so there are *no required changes*. All previously written requirements of the Act are included within the current policy. As a result, we do not recommend any changes to the District's investment policy this year, and believe the policy to be *in full compliance with the Act*.

Please contact me with any questions you might have regarding this review.

Sincerely,

Scott McIntyre
Managing Director

Cc: Mr. Lester Harris