

# RECORD OF ORDINANCES

CITY OF UPPER ARLINGTON  
STATE OF OHIO

---

## ORDINANCE NO. 55-2024

---

### TO AMEND §221.06 – AUTHORIZED INVESTMENT INSTRUMENTS OF CHAPTER 221 – DEPOSITORIES AND INVESTMENTS, OF THE UPPER ARLINGTON CODE OF ORDINANCES

**WHEREAS,** the Financial Policies Review Committee meets every two years to review the City's Credit Card Policy, Debt Policy, Financial Policies, and Investment Policy; and

**WHEREAS,** on August 6, 2024, the Financial Policies Review Committee recommended changes to the City's Investment Policy, which requires an amendment to the Upper Arlington Code of Ordinances; and

**WHEREAS,** proposed changes to the Investment Policy include the addition of revenue bonds as an allowable investment (with restrictions), allow for the investment in general obligations and revenue bonds in any state within the United States, as opposed to just Ohio (with restrictions), and increase allowable maturities from five years to ten years, for the above investments.

**NOW, THEREFORE, BE IT ORDAINED** by the Council of the City of Upper Arlington, Ohio:

**SECTION 1.** Section 221.06 - Authorized Investment Instruments of Chapter 221 - Depositories and Investments, of the Upper Arlington Code of Ordinances is hereby amended as follows:

#### § 221.06 - AUTHORIZED INVESTMENT INSTRUMENTS.

The following instruments are authorized for investment purposes:

(A) U.S. Treasury Bills, Notes, and Bonds; various federal agency securities including issues of Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Government National Mortgage Association (GNMA), Tennessee Valley Authority (TVA) and other agencies or instrumentalities of the United States. GNMA mortgage-backed, pass-through securities are considered as eligible investments of the city and are not derivative securities, as defined under ORC § 135.14(C). Eligible investments include securities that may be "called", by the issuer, prior to the final maturity date. Any eligible investment may be purchased at a premium or a discount. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.

(B) General obligations ~~or revenue bonds of any state of the United States of the State of Ohio.~~

(C) ~~Bonds issued by local agencies of any state of the United States, including, g~~General obligations ~~and bonds payable solely out of the revenues~~ of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision ~~of Ohio~~, which is not at the time of such investment, in default in the payment of principal on any of its obligations, provided that all of the following apply:

~~1. The debt is payable from the general revenues and back by the full faith and credit of the political subdivision.~~

~~2.~~1. The debt is rated at the time of purchase in the three highest classifications of at least one nationally recognized rating agency and purchased through a registered securities broker or dealer.

~~3.~~2. The aggregate value of the bonds/obligations does not exceed twenty percent (20%) of the portfolio.

~~4. The City is not the sole buyer of the issue.~~

~~5.~~3. The bonds or other obligations mature within ~~five~~ ten years from the date of settlement.

## **SECTION 2.**

This ordinance shall take effect 30 days after passage.

# RECORD OF ORDINANCES

CITY OF UPPER ARLINGTON  
STATE OF OHIO

---

## ORDINANCE NO. 55-2024

---

### TO AMEND §221.06 – AUTHORIZED INVESTMENT INSTRUMENTS OF CHAPTER 221 – DEPOSITORIES AND INVESTMENTS, OF THE UPPER ARLINGTON CODE OF ORDINANCES

**WHEREAS,** the Financial Policies Review Committee meets every two years to review the City's Credit Card Policy, Debt Policy, Financial Policies, and Investment Policy; and

**WHEREAS,** on August 6, 2024, the Financial Policies Review Committee recommended changes to the City's Investment Policy, which requires an amendment to the Upper Arlington Code of Ordinances; and

**WHEREAS,** proposed changes to the Investment Policy include the addition of revenue bonds as an allowable investment (with restrictions), allow for the investment in general obligations and revenue bonds in any state within the United States, as opposed to just Ohio (with restrictions), and increase allowable maturities from five years to ten years, for the above investments.

**NOW, THEREFORE, BE IT ORDAINED** by the Council of the City of Upper Arlington, Ohio:

**SECTION 1.** Section 221.06 - Authorized Investment Instruments of Chapter 221 - Depositories and Investments, of the Upper Arlington Code of Ordinances is hereby amended as follows:

#### § 221.06 - AUTHORIZED INVESTMENT INSTRUMENTS.

The following instruments are authorized for investment purposes:

(A) U.S. Treasury Bills, Notes, and Bonds; various federal agency securities including issues of Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Government National Mortgage Association (GNMA), Tennessee Valley Authority (TVA) and other agencies or instrumentalities of the United States. GNMA mortgage-backed, pass-through securities are considered as eligible investments of the city and are not derivative securities, as defined under ORC § 135.14(C). Eligible investments include securities that may be "called", by the issuer, prior to the final maturity date. Any eligible investment may be purchased at a premium or a discount. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.

(B) General obligations or revenue bonds of any state of the United States ~~of the State of Ohio.~~

(C) ~~Bonds issued by local agencies of any state of the United States, including, g~~General obligations ~~and bonds payable solely out of the revenues~~ of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision ~~of Ohio~~, which is not at the time of such investment, in default in the payment of principal on any of its obligations, provided that all of the following apply:

~~1. The debt is payable from the general revenues and back by the full faith and credit of the political subdivision.~~

~~2.~~1. The debt is rated at the time of purchase in the three highest classifications of at least one nationally recognized rating agency and purchased through a registered securities broker or dealer.

~~3.~~2. The aggregate value of the bonds/obligations does not exceed twenty percent (20%) of the portfolio.

~~4. The City is not the sole buyer of the issue.~~

~~5.~~3. The bonds or other obligations mature within ~~five~~ ten years from the date of settlement.

## **SECTION 2.**

This ordinance shall take effect 30 days after passage.