

## PAYNE COUNTY INVESTMENT POLICY

The purpose of this policy is to authorize and direct the Payne County Treasurer as to the investment of county monies in her custody. The goal of the policy is to maximize yields, consistent with the safety of the funds invested.

The priorities of the Investment Policy will be as follows:

1. Safety of principal
2. Liquidity
3. Yield

The County Treasurer is authorized to purchase or invest in any or all the following:

1. Obligations of the United States government, its agencies and instrumentalities
2. Collateralized or insured certificates of deposit and other evidences of deposit at banks, savings banks, savings and loan associations and credit unions located in this state, when the certificates of deposit are secured by acceptable collateral.
3. Negotiable certificates of deposit issued by a nationally or state-chartered bank, a savings and loan association or a state-licensed branch of a foreign bank. Purchased on negotiable certificates of deposit shall not exceed ten percent (10%) of the surplus funds of the county. Not more than one-half (1/2) of the ten percent (10%) limit shall be invested in any one financial institution.
4. Prime banker's acceptances which are eligible for purchase by the Federal Reserve System and which do not exceed two hundred seventy (270) days maturity. Purchase of prime banker's acceptances shall not exceed ten percent (10%) of the surplus funds of the county. Not more than one-half (1/2) of the ten percent (10%) limit shall be invested in any one commercial bank.
5. Prime commercial paper which shall not have a maturity that exceeds one hundred eighty (180) days nor represents more than ten percent (10%) of the outstanding paper of an issuing corporation. Purchase of prime commercial paper shall not exceed seven and one-half percent (7 ½%) of the surplus funds of the county.
6. Repurchase agreements that have underlying collateral consisting of those items specified in paragraphs 1 through 5.
7. Money market funds regulated by the Securities and Exchange Commission and which investments consist of those items and those restrictions specified in paragraph 1 through 6.

The County Treasurer will maintain interest bearing demand deposit accounts at minimum levels necessary for day-to-day operations, with an exception to this policy if the interest rates received on these accounts exceed alternative investment vehicles.

The County Treasurer will invest the maximum amount of funds under her control, exercising judgement, care and good business practices. She will continually monitor rates available from alternative instruments and institutions, to insure that optimum yields are obtained, consistent with the primary priorities of safety and liquidity.

To the extent that investment security, liquidity and yield are similar, investments will be placed in or through banks, brokers and other financial institutions using the following priority as to location.

1. Within Payne County
2. Within the State of Oklahoma
3. Other

All investments which require collateral will be collateralized at least one hundred ten percent (110%) of the invested principal amount and interest at maturity, except when Letters of Credit are used as collateral and investments of \$250,000.00, which are FDIC insured.

Investment instruments that are legal for Payne County are described in Title 62 O.S. Sec, 348.1 to 348.3. The County Treasurer will make all investments and money management decisions in accordance with these statutes and all other applicable statutes.

October 23, 2023