

**Valdosta City Council**

216 East Central Ave
Valdosta, GA 31601

SCHEDULED

Meeting: 04/10/25 05:30 PM

Department: Finance

Category: Policy & Plans

Prepared By: Chuck Dinkins

Initiator: Chuck Dinkins

RESOLUTION NO. (ID # 3931)

DOC ID: 3931

Consideration of a Resolution to open a new Account with the Georgia Fund 1.

BUDGET IMPACT/FUNDING SOURCE: The Resolution will allow the City to invest Surplus Bond Funds at a rate greater than that available in a Trust Account. The yield varies with the market but was 2.38764% for the month of March.

HISTORY: The City utilizes Georgia Fund 1 (the Local Government Investment Pool) to invest surplus cash and earn a return until the funds are needed.

FACTS AND ISSUES: The City recently issued Revenue Bonds for its Water-Sewer Infrastructure Improvement Plan. The Plan will take significant time to complete and fiscal prudence dictates that the idle funds be invested safely to earn some return until they are expended. The City currently utilizes Georgia Fund 1 to invest Local Option Sales Tax (LOST) proceeds until needed. Because the funds in question need to remain sequestered, the City is requesting authorization to open a second Account in the Local Government Investment Pool. This will allow the idle Bond proceeds to be safely invested while remaining segregated from other funds invested in the Fund.

OPTIONS: (1) Approve the attached Resolution to open a new Account with the Georgia Fund 1, (2) Do not approve the attached resolution.

RECOMMENDATION: (1) Approve the attached Resolution.

ADMINISTRATIVE COMMENTS: This Resolution is necessary to provide the City with a safe method of investing its Bond Funds without sacrificing liquidity.