

1 007-42016

2 **RESOLUTION: Approve Changes to Winnebago County’s Investment Policy to Allow for**
3 **the Purchase of Certificates of Deposit of up to Three Years in Duration**

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6 **TO THE WINNEBAGO COUNTY BOARD OF SUPERVISORS:**

7 **WHEREAS**, interest rates continue to remain at historical lows; and

8 **WHEREAS**, increasing the maturity length on the purchase of certificates of deposit at banks can increase
9 the return by up to .5% from the current two-year maturity limit; and

10 **WHEREAS**, rough estimates indicate that increasing the maturity length on these purchases could increase
11 investment earnings by as much as \$50,000 per year; and

12 **WHEREAS**, there is very little additional risk of loss because the policy currently requires that all deposits in
13 excess of \$500,000 (FDIC insurance and state guarantee) be collateralized if the institution is not in one of the two
14 highest bank ratings as rated by Veribanc.

15 **NOW, THEREFORE, BE IT RESOLVED** by the Winnebago County Board of Supervisors that it hereby
16 amends Winnebago County’s Investment Policy to allow investments in certificates of deposit of up to a maximum of
17 three years’ maturity.
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19 **Fiscal Note:** Increasing the length of time for certificates of deposit from two years to three years could add as
20 much as \$50,000 per year to Winnebago County’s investment income.

21 Respectfully submitted by:

22 **PERSONNEL AND FINANCE COMMITTEE**

23 Committee Vote: **5-0**

24 Vote Required for Passage: **Majority of Those Present**

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27 Approved by the Winnebago County Executive this ____ day of _____, 2016.

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29 _____
30 Mark L Harris
31 Winnebago County Executive