

A RESOLUTION OF THE COMMISSIONERS COURT,  
BROWN COUNTY, TEXAS ADOPTING THE INVESTMENT  
POLICY

WHEREAS, The Court acknowledges that an investment policy must be adopted to comply with the Public Funds Investment Act, Government Code 2256, and as required by the Public Funds Investment Act, the Court must approve the investment policy on an annual basis,


NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE COMMISSIONERS' COURT OF THE COUNTY OF BROWN:

The investment policy is reviewed and approved.


DULY PASSED AND APPROVED BY THE COMMISSIONERS COURT OF BROWN COUNTY, TEXAS ON THE 26th DAY OF SEPTEMBER 2022

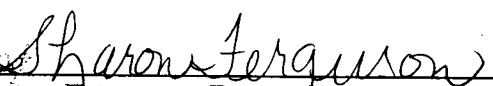
\_\_\_\_\_  
Paul D. Lilly, County Judge

  
\_\_\_\_\_  
Gary Worley, Commissioner Precinct #1

  
\_\_\_\_\_  
Joel Kelton, Commissioner Precinct #2

  
\_\_\_\_\_  
Wayne Shaw, Commissioner Precinct #3

  
\_\_\_\_\_  
Larry Traweek, Commissioner Precinct #4

ATTEST   
\_\_\_\_\_  
Sharon Ferguson, Brown County Clerk



September 26, 2022  
(Exhibit #3)

Attachment A  
**2022-2023 BROWN COUNTY INVESTMENT POLICY**

Brown County cash investments shall be made with judgement and care, under prevailing circumstances that a person of prudence, discretion and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and probable income to be derived. Investment of funds shall be governed by the following investment objectives, in order of priority: 1. preservation and safety of principal, 2. liquidity and 3. yield.

In regard to cash investments except proceeds from long term debt:

1. All cash investments, except temporary investment from long term debt proceeds, will be maintained with Brown County's Depository in conformity with Brown County's contract with that depository or in an authorized investment pool.
2. All cash investments will be secured by FDIC coverage, to the maximum FDIC coverage and any remaining cash investments will be secured by securities pledged by the depository bank to Brown County in an amount adequate to secure any balance not covered by FDIC coverage.
3. All cash investments may be in the form of Certificates of Deposit or interest bearing checking accounts, in conformity with Brown County's contract with the depository bank or in conformity with the investment pool's contract.
4. The maximum allowable stated maturity of any individual investment will be not less than 30 days and not more than 365 days.
5. Any and all funds may pool cash investments with other funds in any percentage of the total investment.
6. Monitoring of market price of cash investments will not be necessary since value will always be cost of investment.
7. All cash investments may be withdrawn on demand at any time, subject to the penalties in conformity with the depository contract or investment pool regulations.
8. Separate records for each fund will be maintained of balances invested and interest earned of pooled investments.
9. The investment strategy for each fund shall be as stated on the attached statement of investment strategies.
10. The Brown County Commissioner's Court shall review investment policy annually and adopt a written resolution stating such, as well as record any changes made to the policies and strategies.

## **BROWN COUNTY INVESTMENT POLICY (CONTINUED)**

11. The Brown County Commissioner's Court has designated, by resolution, one investment officer, Brown County Treasurer, Ann Krpoun, CIO.
12. The investment officer shall attend not less than 1 training session within 12 month after assuming duties and attend not less than 1 training session within each 2-year period and receive not less than 10 hours of instruction.
13. The Brown County Commissioner's Court has designated Brown County Commissioner Precinct #1, Gary Worley, CIO, to serve with the designated investment officer as an investment advisory committee.
14. The investment officer and the investment committee shall not be liable for any actions taken by that committee that are in conformity with this policy.
15. The investment committee shall report no less than quarterly, the investment activities of Brown County to Commissioner's Court.

### In regard to cash investments form proceeds of long term debt:

The Brown County Investment Committee will use due diligence in determining the best investment vehicle in conformity with Brown County Investment Strategies.

## **2022-2023 BROWN COUNTY INVESTMENT STRATEGIES**

The following funds' cash investments will be made in Certificates of Deposit or interest bearing checking accounts. These type investments provide adequate security, availability and appropriateness for the purpose of these funds.

GENERAL FUND  
ROAD & FLOOD FUND  
PRECINCT 1 FUND  
PRECINCT 2 FUND  
PRECINCT 3 FUND  
PRECINCE 4 FUND  
DEBT SERVICE FUND  
CAPITAL PROJECTS FUND  
RECORDS PRESERVATIONS FUND  
RECORDS MANAGEMENT FUND  
LAW LIBRARY FUND  
COUNTY ATTORNEY SEPCIAL FUND  
DISTRICT ATTORNEY SPECIAL FUND  
DISTRICT ATTORNEY FORFEITURE FUND

SHERIFF FORFEITURE FUND  
COURTHOUSE SECURITY FUND  
TAC SPECIAL FUND  
COURT REPORTER SERVICE FEES FUND  
ALL STATE CONDUIT FUNDS  
JUSTICE COURT TECHNOLOGY FUND  
LEOSE TRAINING FUND JURY FUND  
RURAL ADDRESSING FUND

The following accounts will be invested in interest bearing checking accounts unless ordered otherwise by court action:

Collection checking accounts of County Clerk, District Clerk, Tax Assessor-Collector, JP1, JP2, JP3, JP4, Commissioners Court Administrative Assistant, Sheriff, County Attorney and District Attorney.

The following accounts will be invested as directed by court order:

District Clerk Escrow funds  
County Clerk Escrow funds

The following accounts will be invested as determined by Brown County Investment Committee after determination of best investment vehicle.

Proceeds from Long Term Debt

The following account types are restricted from investment activity by state law and will not be included in this investment policy:

District Clerk child support  
District Clerk Trust account  
District Attorney Trust account  
County Attorney Trust account  
Jail Commissary account

The Brown County Investment Committee recommends the approval of an authorized investment pool, to be selected in the future as an alternative investment option to be used in addition to Brown County's depository bank. The Committee recommends using:

Texas Class Investment Pool  
TexPool Investment Pool

These are reputable and trusted Texas investment pools and are used by many counties.