RESOLUTION NO. #14-005

LONE STAR GROUNDWATER CONSERVATION DISTRICT

RESOLUTION REVIEWING AND APPROVING INVESTMENT POLICY AND INVESTMENT STRATEGIES

THE STATE OF TEXAS §

COUNTY OF MONTGOMERY §

WHEREAS, the Lone Star Groundwater Conservation District ("District") was created by the Legislature of the State of Texas in Acts 2001, 77th Leg., R.S., ch. 1321, p. 3246, § 1(a);

WHEREAS, the Public Funds Investment Act of Texas ("the Investment Act") requires that the Board of Directors annually review the investment policy and investment strategies of the District and that the written instrument so adopted shall record any changes made to either the investment policy or investment strategies;

WHEREAS, Sec. 36.1561, Water Code, requires the investment officers of the District to attend six hours of initial training within twelve months after taking office or assuming duties and four hours of renewal investment training instruction relating to investment responsibilities not less than once every two years from an independent source approved by the Board of Directors of the District;

WHEREAS, the Budget and Finance Development Committee of the Board of Directors is charged with reviewing annually the investment policy and investment strategies of the District and drafting amendments for consideration by the Board;

WHEREAS, on August 15, 2014, said Budget and Finance Development Committee met and reviewed the Investment Policy of the District, attached hereto, and the investment strategies contained therein, and has submitted proposed amendments for consideration by the Board;

WHEREAS, said committee has reviewed the investment officer designations of the District and has determined such designations are current;

WHEREAS, the investment officers of the District have attended investment training through an independent source approved by the Board and are meeting the training requirements set forth in the Investment Act; and

WHEREAS, said committee has reviewed monthly financial reports in compliance with requirements set forth in the Investment Act.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE LONE STAR GROUNDWATER CONSERVATION DISTRICT AS FOLLOWS:

1. The Board of Directors of the District, after reviewing the existing investment policy and investment strategies of the District, hereby approves the District's Investment Policy as amended *(see attached)*.

2. That such Investment Policy supersedes any and all Investment Policy previously adopted by the Board of Directors.

3. The General Manager and Board Treasurer are hereby authorized to continue to serve as Investment Officers for the District. This designation may be changed from time to time without reference to or repeal of this resolution.

4. The Board hereby authorizes the qualified brokers/dealers with whom the District may engage in investment transactions listed in Appendix A to the resolution.

5. The Board hereby authorizes the organizations listed in Appendix B as independent sources for investment training instruction relating to investment responsibilities.

6. The General Manager is authorized to take any and all action necessary for the implementation of this resolution.

AND IT IS SO ORDERED,

PASSED AND ADOPTED this 9th day of September, 2014.

LONE STAR GROUNDWATER CONSERVATION DISTRICT

By: _____
Richard J. Tramm, President

ATTEST:

_____
M. Scott Weisinger, PG, Board Secretary