

BUFFALO FISCAL STABILITY AUTHORITY

RESOLUTION NO. 09-34

APPROVING BFSA INVESTMENT GUIDELINES

WHEREAS, the Buffalo Fiscal Stability Authority (“BFSA”) was formed by Chapter 122 of the Laws of 2003 to “oversee the city’s budget, financial and capital plans; to issue bonds, notes or other obligations to achieve budgetary savings through debt restructuring; to finance short-term cash flow or capital needs; and if necessary, to develop financial plans on behalf of the city if the city is unwilling or unable to take the required steps toward fiscal stability; and

WHEREAS, Section 2925 of the Public Authorities Law requires public authorities to develop investment guidelines that establish a set of basic procedures to meet investment objectives, assure that investment assets are adequately safeguarded and collateralized, establish and maintain a system of internal controls including adequate accounts and records which reflect investment transactions and provide for accurate reporting and evaluation of investments in conformance with generally accepted accounting principles; and

WHEREAS, Section 3854 of the Buffalo Fiscal Stability Act directs BFSA as to permissible investments of public funds not subject to provisions of contracts with bondholders; and

WHEREAS, in Resolution 04-02 adopted January 21, 2004, the BFSA adopted investment guidelines as required by law; and

WHEREAS, in order to further comply with State law, it is necessary for the BFSA to review the adopted Investment Guidelines at least annually; and

WHEREAS, the BFSA Governance Committee reviewed and approved the proposed Investment Guidelines on July 29, 2009; and

WHEREAS, upon a review of the current Investment Guidelines, the BFSA determined that amendments were necessary to delete obsolete references, update to current information, clarify phrases, and provide continuity among policy directives: and

WHEREAS, the amendments noted above do not change the content or subject matter of these Investment Guidelines,

NOW THEREFORE BE IT RESOLVED, that the Board of Directors of the Buffalo Fiscal Stability Authority hereby approve the Investment Guidelines that are attached to this resolution.

This resolution shall take effect immediately.

Adopted July 29, 2009

/S/ George K. Arthur

George K. Arthur
Secretary