



Northern Virginia Regional Commission

RESOLUTION

Resolution No. 18-19

PATRON: Robert W. Lazaro, Jr.
Executive Director
DATE: January 25, 2018

AUTHORIZATION FOR INVESTMENT OF FUNDS IN THE VIRGINIA INVESTMENT POOL

WHEREAS, the Virginia Municipal League (VML) and the Virginia Association of Counties (VACo) jointly have established an investment pool – the Virginia Investment Pool (VIP) – that is owned and controlled by local governments and authorities; and

WHEREAS, initially, the VIP was not well-suited to NVRRC, requiring minimum deposits and longer investment periods than were feasible for NVRRC, but now it offers a second portfolio that does not have a minimum deposit, and that provides daily liquidity; and

WHEREAS, since 1992, a portion of the NVRRC's cash on hand has been invested in the Local Government Investment Pool (LGIP), which is managed by the Virginia Department of Treasury; and

WHEREAS, according to the LGIP website, "...the LGIP is used by various governmental entities on a completely voluntary basis...[enabling]... these governmental entities to maximize the return on investment, adhere to Code investment requirements, and realize the economies of large scale investing and professional funds management;" and

WHEREAS, The LGIP has proved, over the years, to be a safe investment option with a reasonable return on investment compared to other short-term options, and almost-immediate liquidity, which has been especially important when cash management requires ready access to invested funds; and

WHEREAS, The VIP Liquidity Pool appears to operate very much like the LGIP, and may be a good investment option with a slightly higher yield for NVRRC's funds that are available only for short term investing;

WHEREAS, the VIP Board of Trustees is composed of 14 individuals, including 4 Northern Virginia local government staff, and the Chief Financial Officer of the Northern Virginia Transportation Authority; and

THEREFORE BE IT RESOLVED that Northern Virginia Regional Commission establish a relationship with the VIP and for an initial trial period of three months, investing up to \$10,000 during the trial period, and assessing convenience, and rate of return compared to funds invested in the LGIP.

BE IT FURTHER RESOLVED that at the conclusion of the trial period, the Commission will give further consideration to whether and how to continue participating in the VIP.

CERTIFICATION

The undersigned certifies that the foregoing is a true and correct copy of a resolution adopted at a legally convened meeting of the Northern Virginia Regional Commission on January 25, 2018.


ROBERT W. LAZARO, JR., CERTIFYING OFFICER

