BY-LAW NO: 21-45

Being a bylaw to adopt the Corporation of the Township of the North Shore Investment Policy

WHEREAS Section 5(1) of the Municipal Act S.O. 2001, c.25, as amended, grants that the powers of a municipality shall be exercised by its Council;

AND WHEREAS Section 5(3) of the Municipal Act 2001 S.O. 2001, c.25, as amended, provides that a municipal power, including a municipality's capacity, rights, powers and privileges under section 9, shall be exercised by by-law unless the municipality is specifically authorized to do otherwise;

AND WHEREAS Section 5(4) subsections (1) to (3) of the Municipal Act S.O. 2001, c.25, as amended, apply to all municipal powers, whether conferred by this Act or otherwise;

AND WHEREAS Section 7(1) of Ontario Regulation 438/97, states that before a municipality invests in a security prescribed under this Regulation, the council of the municipality shall, if it has not already done so, adopt a statement of the Municipality's investment policies and goals;

AND WHEREAS the Council of the Corporation of the Township of the North Shore deems it appropriate to adopt an Investment Policy;

NOW THEREFORE THE COUNCIL OF THE CORPORATION OF THE TOWNSHIP OF THE NORTH SHORE HEREBY ENACTS AS FOLLOWS:

1. That the Investment Policy attached hereto as Schedule "A" be adopted.

2. That Schedule "A" is declared to form part of this by-law.

3. This by-law shall come into force and take effect upon being adopted.

READ A FIRST, SECOND AND THIRD TIME, ENACTED AND FINALLY PASSED THIS 1st DAY OF SEPTEMBER, 2021.

Tony Moor, Mayor

Angel Pilon, Clerk

The Corporation of the Township of the North Shore
P.O. Box 108, 1385 Highway 17
Algoma Mills, Ontario P0R 1A0
(705) 849-2213 • Fax: (705) 849-2428

THE CORPORATION OF THE TOWNSHIP OF THE NORTH SHORE

POLICY MANUAL

POLICY TITLE:	SUBJECT:
Investment Policy	Investments
POLICY SECTION:	POLICY NO:
I	3
EFFECTIVE DATE:	ENACTED BY:
September 1st, 2021	By-Law

POLICY STATEMENT
The Township of the North Shore shall invest available funds in a manner that minimizes the degree of risk to the principal and ensures adequate liquidity to meet expected cash requirements while maximizing the rate of return and subject to complying with Ontario Regulation 438/97 Eligible Investments and Related Financial Agreements.

PURPOSE
The purpose of this Policy is to establish and maintain practices and procedures with regard to investing public funds.

SCOPE
This policy applies to all investments made by the Municipality on its own behalf and on behalf of the boards, committees and joint services administered by the Municipality and includes operating funds, trust funds, reserve and reserve funds and obligatory reserve funds.

INVESTMENT POLICY OBJECTIVES
The investment objectives for the Municipality are as follows:

a) **Legality of Investments – Adherence to Statutory Requirements**
All investment activities shall be governed by Section 418 of the Municipal Act, 2001, as amended. Investments shall only be made in securities deemed eligible under Ontario Regulation 438/97 as amended.

b) **Security of Principal**
Safety of principal is a primary objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

c) **Maintenance of Liquidity**
Liquidity is measured by the ease with which securities can be converted to cash. The investment portfolio shall remain sufficiently liquid to meet all operating or cash flow requirements and limit temporary borrowing requirements.

d) **Competitive Rate of Return**
The Municipality's funds shall be invested to maximize the rate of return, without compromising the legality, security of principal and liquidity objectives outlined above. Investments are generally limited to relatively low risk securities in anticipation of earning a fair return relative to the assumed risk.

RESPONSIBILTIES

a) **Authority**
All long-term investments for the Municipality are to be authorized by Council. Long-term investments are those with original maturity dates exceeding 365 days. The authority to invest in short-term instruments and to manage an implement the investment program is granted to the Treasurer who is responsible for ensuring that all Municipal investments conform to this Policy and provincial regulations.

b) **Reporting**
The Treasurer shall prepare and provide an annual investment report to Council.