

ORDINANCE NO. 4040

**AN ORDINANCE AMENDING THE
VILLAGE INVESTMENT POLICY
AND DECLARING AN EMERGENCY**

BE IT ORDAINED BY THE COUNCIL OF THE VILLAGE OF BARNESVILLE, OHIO:

Barnesville Codified Village Ordinance 3731, pertaining to The Village of Barnesville Investment Policy, which currently reads as follows:

VILLAGE OF BARNESVILLE INVESTMENT POLICY

1. SCOPE

This written policy shall apply to all financial assets, including but not limited to, the active, interim, and inactive moneys of the Village of Barnesville.

2. OBJECTIVES

The following investment objectives will be applied in the management of the funds of the Village of Barnesville.

- A. Ensure the preservation of capital and the protection of investment principal.
- B. Maintain sufficient liquidity to meet the fiscal operating requirements of the Village of Barnesville.
- C. Strive to attain the best and safest return or yield on active, interim, and inactive moneys of the Village of Barnesville.
- D. Diversification of investments to avoid incurring unreasonable and avoidable risks regarding specific financial institutions or obligations guaranteed by the U. S. Government.
- E. Investments shall be made with the exercise of that degree of judgment and care, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs not for speculation but for investment, considering the safety of their capital and the income to be derived.

3. VILLAGE OF BARNESVILLE INVESTMENT ADVISORY COMMITTEE

This Committee shall consist of five members: The Mayor of the Village, the Village Solicitor, Council President, Chairman of the Finance Committee, and the Village Fiscal Officer.

The Committee shall elect its own chairman.

The Committee shall establish written investment policies and shall meet at least once every twelve months or at the call of its chairman.

4. INVESTING AUTHORITY

The Investing Authority for the Village of Barnesville shall be the Village Fiscal Officer. The Fiscal Officer may retain the services of an investment advisor, provided the advisor is licensed by the Division of Securities under R. C. 1707.141 or is registered with the Securities and Exchange Commission and possesses experience in public funds investment management, specifically in the area of State and local government investment portfolios.

5. INVESTMENT INSTRUMENTS

The Fiscal Officer may invest in the following instruments, as detailed in Section 135.14 of the Ohio Revised Code, at a price not to exceed the fair market value of the specific investment instrument.

1. The Ohio subdivision's fund (currently Star Ohio) and STAR Ohio Plus
2. United States treasury bills, notes, bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States. This includes negotiable Certificates of Deposit.
3. Bonds, notes, debentures or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, and government national mortgage association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
4. Bonds and other obligations of this state, or the political subdivisions of this state, provided that, with respect to bonds or other obligations of political subdivisions, all of the following apply:
 - a) The bonds or other obligations are payable from general revenues of the political subdivisions and backed by the full faith and credit of the political subdivision.
 - b) The bonds or other obligations are rated at the time of purchase in three highest classifications established by at least one nationally recognized standard rating service and purchased through a registered securities broker or dealer.
 - c) The aggregate value of the bonds or other obligations does not exceed twenty percent of interim moneys available for investment at the time of purchase.
 - d) The treasurer or governing board is not the sole purchaser of the bonds or other obligations at original issuance.

No investment shall be made under division (4) of this section unless the treasurer or governing board has completed additional training for making the investments

authorized by this section. The type and amount of additional training shall be approved by the treasurer of state and may be conducted by or provided under the supervision of the treasurer of state.

5. No-load money market mutual funds per ORC.
6. Bankers acceptances of banks that are insured by the Federal Deposit Insurance Corporation and that mature no later than 180 days after purchase.
7. Up to forty percent of interim moneys available for investment in either of the following:
 - a) Commercial paper notes issued by an entitle that is defined in division (D) of section 1705.01 of the Revised Code and that has assets exceeding five hundred million dollars, to which notes all of the following apply:

The notes are rated at the time of purchase in the highest classification established by at least two nationally recognized standard rating services.

The aggregate value of the notes does not exceed ten percent of the aggregate value of the outstanding commercial paper of the issuing corporation.

The notes mature not later than two hundred seventy days after purchase.

The investment in commercial paper notes of a single issuer shall not exceed in the aggregate five percent of interim moneys available for investment at the time of purchase.

- b) Bankers acceptances of banks that are insured by the Federal Deposit Insurance Corporation and that mature not later than one hundred eighty days after purchase.

No investment shall be made pursuant to division (7)(a) - 7(b) of this section unless the fiscal officer or governing board has completed additional training for making the investments authorized. The type and amount of additional training shall be approved by the treasurer of state and may be conducted by or provided under the supervision of the treasurer of state.

6. MATURITIES

Investments made must mature within five (5) years from the date of settlement unless they are matched to a specific obligation.

7. DIVERSIFICATION

It will be the policy of the Village of Barnesville to diversify its investments to eliminate the risk of loss resulting from over-concentration of Village funds in a specific maturity or a specific financial institution.

The Fiscal Officer shall be given authority to seek the best available rate on all investments as long as a reasonable amount is maintained in the principal institution where the payroll and general check accounts are kept.

8. COLLATERAL REQUIREMENTS FOR DEPOSITS

Guidelines will be followed as detailed in the Ohio Revised Code Section 135.18.

9. AUTHORIZED DEPOSITORIES

The Village of Barnesville shall designate each public depository every five (5) years in accordance with Section 135.12 of the Ohio Revised Code.

Any eligible institution described in Section 135.01 of the Ohio Revised Code that has an office located within the Village of Barnesville and approved by the Village of Barnesville is eligible to become a public depository of the active moneys of the Village of Barnesville.

10. COMPETITIVE RATING

All investments shall be rated competitively and, to the extent practical and permitted by this investment policy, will be placed with those financial institutions offering the highest and safest yield for the purchase or sale of investments.

Competitive rates for investments may be taken via telephone but a report will be maintained of each investment bid by the Fiscal Officer.

11. SAFEKEEPING AND CUSTODY

The Village will arrange to have any investment securities held in safekeeping by an independent third-party custodian. Any advisor or broker/dealer doing business with the Village cannot serve as a custodian or safekeeping agent. Investment securities shall be settled to the custody account on a delivery-versus-payment (DVP) basis. This practice ensures that no funds are at risk in any investment transaction as funds are not released until securities are delivered, ensuring the Village either has its money or securities at all times during the transaction. The custodian must enter into a written custodial agreement with the Village.

12. REPORTING

The Fiscal Officer of the Village of Barnesville shall submit monthly, to the Council, a report detailing the total of all investments during the previous month, including descriptions of the securities, amount, yield, term, and names of the financial institutions where the investments were placed.

13. DISTRIBUTION

The Fiscal Officer shall distribute a copy of the Investment Policy and any revisions or

updated versions to each of the public depositories desiring to do business with the Village of Barnesville.

A copy of this policy shall be filed with the Auditor of State and all financial institutions giving advice or recommending transactions for the Village shall sign the Investment Policy indicating they have received, read and will abide by its contents.

14. POLICY ADOPTION AND REVISIONS

The Council for the Village of Barnesville may adopt this Investment Policy on the recommendations of the Village of Barnesville Investment Advisory Committee.

Any amendments or revisions to this policy may only be made upon the advice and consent of the Village of Barnesville Advisory Committee.

SHALL BE AND THE SAME IS HEREBY AMENDED TO READ AS FOLLOWS:

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3. Bonds, notes, debentures or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, and government national mortgage association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
4. Bonds and other obligations of this state, or the political subdivisions of this state, provided that, with respect to bonds or other obligations of political subdivisions, all of the following apply:
 - a) The bonds or other obligations are payable from general revenues of the political subdivisions and backed by the full faith and credit of the political subdivision.
 - b) The bonds or other obligations are rated at the time of purchase in three highest classifications established by at least one nationally recognized standard rating service and purchased through a registered securities broker or dealer.

- c) The aggregate value of the bonds or other obligations does not exceed twenty percent of interim moneys available for investment at the time of purchase.
- d) The treasurer or governing board is not the sole purchaser of the bonds or other obligations at original issuance.

No investment shall be made under division (4) of this section unless the treasurer or governing board has completed additional training for making the investments authorized by this section. The type and amount of additional training shall be approved by the treasurer of state and may be conducted by or provided under the supervision of the treasurer of state.

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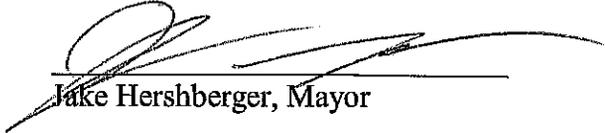
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15. INTEREST EARNED FROM MOTOR VEHICLE FEES

Interest earned on money derived from fees, excises and taxes relating to the use, operation or registration of motor vehicles or to fuels for propelling such vehicles must be credited to the special fund to which the principal belongs. Such interest may not, therefore, be paid into the general fund of the political subdivision notwithstanding Ohio Rev. Cod 135.21.

FURTHER, this ordinance is hereby declared to be an emergency measure necessary for the immediate preservation of the public peace, health and safety of the residents of the Village of Barnesville.

PASSED at a regular meeting of Council of the Village of Barnesville, held this 9th day of March, 2026, by a vote of a majority of the members of Council.


Jake Hershberger, Mayor

ATTEST:


Jeannie Hannahs, Fiscal Officer

2/9/26 - 1st Reading only
2/23/26 - 2nd Reading only
3/9/26 - Passed