



Town of Pelham

Policy: Investment Policy

Adopted: February 9, 2026

I. AUTHORITY

Pursuant to Section 39 of the New York State General Municipal Law, the Town Board of the Town of Pelham hereby establishes this Investment Policy governing the investment of all Town funds not required for immediate expenditure.

II. POLICY STATEMENT

It is the policy of the Town of Pelham to invest public funds in a manner that will provide the highest investment return consistent with safety, liquidity, and legal requirements, while meeting the daily cash flow needs of the Town.

III. SCOPE

This policy applies to all monies and other financial resources available for investment by the Town of Pelham, including operating funds, reserve funds, and trust funds, except where otherwise provided by law.

IV. OBJECTIVES

The Town's investment activities shall be guided by the following objectives, in priority order:

1. Safety of Principal
2. Liquidity
3. Yield

V. DELEGATION OF AUTHORITY

The Town Board delegates authority to invest and manage Town funds to the Town Supervisor. The Supervisor may delegate day-to-day operational responsibilities to the Town Comptroller in writing.

VI. STANDARD OF PRUDENCE

Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence exercise in the management of their own affairs.

VII. AUTHORIZED INVESTMENTS

Pursuant to General Municipal Law §11, Town funds may be invested in obligations of the United States, obligations guaranteed by the United States, obligations of the State of New York, certificates of deposit, time deposits, and repurchase agreements as permitted by law.

VIII. DIVERSIFICATION

The Town shall diversify investments by type, institution, and maturity.

IX. COLLATERALIZATION

All deposits and investments requiring collateral shall be fully collateralized in accordance with General Municipal Law §10.

X. SAFEKEEPING AND CUSTODY

All investments shall be held in the name of the Town of Pelham and kept in the custody of a bank or trust company authorized to do business in New York State.

XI. INTERNAL CONTROLS

The Supervisor and Comptroller shall establish and maintain internal controls to prevent loss of public funds.

XII. REPORTING

The Town Supervisor shall provide quarterly investment reports to the Town Board.

XIII. ETHICS

Officers and employees involved in the investment process shall avoid conflicts of interest in accordance with our Code of Ethics.

XIV. ANNUAL REVIEW

This policy shall be reviewed annually.

XIV. EFFECTIVE DATE

This policy shall take effect immediately upon adoption.