

RESOLUTION 22-39 – AUTHORIZES THE MODIFICATION OF INVESTMENT GUIDELINES FOR ASSETS HELD WITHIN THE DELAWARE RIVER AND BAY AUTHORITY GENERAL FUND, CONSTRUCTION FUND, RESERVE MAINTENANCE FUND AND DEBT SERVICE RESERVE FUNDS

WHEREAS, The Delaware River and Bay Authority (the “Authority”) is a bi-state Authority of the State of Delaware and the State of New Jersey, created by compact, that operates and maintains the Delaware Memorial Bridge, Cape May-Lewes Ferry, Forts Ferry Operation and five regional airports; and

WHEREAS, the Authority engages a professional investment management firm (“Investment Manager”) to exercise discretionary authority over the assets and administration of the Authority’s General Fund, Construction Fund, certain Debt Service Reserve Funds, Reserve Maintenance Fund, (hereinafter, the “Authority Funds”); and

WHEREAS, such Services are to be delivered in accordance with the investment objectives, policies and restrictions adopted by the Authority and are subject to the applicable provisions of the 1993 Trust Agreement and all following Supplemental Trust Agreements (“Trust Agreements”); and

WHEREAS, Brown Advisory, as Investment Manager, has recommended modifications to the current Investment Guidelines, within the existing permitted investments as defined in the Trust Agreements, by adding portfolio restrictions intended to enhance diversification and risk management of Fixed Income investments related to the Authority Funds; and

WHEREAS, the Chief Financial Officer and the Budget and Finance Committee, as the Investment Committee, have reviewed and concur with the recommended changes to the Investment; and

NOW, THEREFORE, BE IT RESOLVED, that the attached guidelines shall replace and function as the stated Investment Guidelines for the Delaware River and Bay Authority’s General Fund, Construction Fund, Reserve Maintenance Fund and Debt Service Reserve Funds.

Resolution 22-39 - Executive Summary Sheet

Resolution: Establishes investment policies, pursuant to and within existing Trust Agreements, by the adoption of a Statement of Investment Guidelines for Delaware River and Bay Authority, Authority Funds.

Committee: Budget & Finance Committee

**Committee/
Board Date:** September 20, 2022

Purpose of Resolution: Codifies existing practices into policy which are intended to enhance and improve the diversification and risk management of fixed income investments held within various Authority funds.

Background for Resolution: Subject to and in accordance with the investment objectives, policies and restrictions adopted by the Authority and subject to the applicable provisions of the Trust Agreement and all additional Supplemental Trust Agreements, the Authority uses a professional investment management firm to exercise discretionary authority over the assets and administration of various funds. The Statement of Investment Policy for Authority Funds enhances the diversification requirements, maturity restrictions and benchmarks associated with the fixed income portfolios.