

RESOLUTION – INVESTMENT POLICY

At a meeting of the Rensselaer County Water and Sewer Authority, held at 1600 Seventh Avenue, Troy, New York, on the 20th day of August, 2008, at 4:30 p.m. local time, the following Members of the Authority were:

	PRESENT:	ABSENT:
Robert Pasinella, Jr.	X _____	_____
G. Jeffrey Haber	X _____	_____
Kenneth M. Harting	X _____	_____
James Millea	X _____	_____
Kevin Vandenberg	_____	X _____

ALSO PRESENT:

John Fetscher, Authority Secretary
Robert Hotz, Authority Project Consultant
Philip H. Dixon, Authority Counsel
Henry V. LaBarba, P.E., Authority Consulting Engineer

After the meeting had been duly called to order, the following Resolution was offered by Mr. Haber, and seconded by Mr. Harting, to wit:

WHEREAS, the Rensselaer County Water and Sewer Authority (the “Authority”) periodically has funds that may be legally invested; and

WHEREAS, the Authority has determined that it is the best interest of the Authority to set forth policies with respect to such investments.

NOW, THEREFORE, it is hereby

RESOLVED, that the Authority hereby adopts the Investment Policy annexed hereto.

The question of the adoption of the foregoing Resolution was duly put to a vote on roll call, which resulted as follows:

Robert Pasinella, Jr.	voting	Yes _____
G. Jeffrey Haber	voting	Yes _____
Kenneth M. Harting	voting	Yes _____
James Millea	voting	Yes _____
Kevin Vandenberg	voting	Absent _____

The foregoing Resolution was thereupon declared duly adopted.

**RENSSELAER COUNTY WATER AND SEWER AUTHORITY
INVESTMENT POLICY**

I. INVESTMENTS

The Rensselaer County Water and Sewer Authority (the “Authority”) periodically has funds within its cash flow that may be legally invested. The task of investing these funds to maximize yield, after considering the legality, safety and liquidity issues, is the responsibility of the Chairman and the Treasurer. Under this policy statement, the following investment alternatives are hereby authorized:

Interest-Bearing Deposit Accounts – These are any legal interest-bearing deposits with the depositories, including certificates of deposits, money market deposit accounts and other savings or interest-bearing deposit accounts. The depository undertaking will specify the details of the handling of these accounts, including collateralization of deposits.

Purchase of Authorized Securities – Authorized government securities purchased through, delivered to and held in the custody of a bank or trust company in New York State.

These alternatives are specified as the only alternatives authorized.

II. INITIATION

Investments shall be initiated by the Chairman and/or the Treasurer. These officials, or their agent, will contact financial institutions for the purpose of securing quotes for the type of investment instrument and the maturity period desired.

III. PLACEMENT

Available funds are to be invested with an institution offering a competitive rate for the maturity period desired and meeting the following requirements:

- A. With respect to the proceeds of the bonds issued pursuant to the Authority’s Bond Resolution (2008 Water Service Agreement Revenue Bonds) and the Authority’s Bond Resolution (2008 Sewer Service Agreement Revenue Bonds), both adopted on June 20, 2008, the proceeds shall be invested in accordance with the terms of such Resolutions.