

1 EXHIBIT 1
2 RESOLUTION NO. 2020-

3
4 A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE
5 CITY OF HOLLYWOOD, FLORIDA, MODIFYING ALL OF THE CITY'S
6 INVESTMENT POLICIES TO EXCLUDE INVESTMENTS IN SECURITIES
7 ISSUED BY FIRMS THAT DERIVE REVENUE PRIMARILY THROUGH
8 THE DIRECT OR INDIRECT USE OF FOSSIL FUELS; AND PROVIDING
9 AN EFFECTIVE DATE.

10
11 WHEREAS, the climate crisis is an existential threat to current and future
12 generations here in the City of Hollywood and around the world; and

13
14 WHEREAS, on April 22, 2016, 174 countries and the European Union signed the
15 Paris Climate Agreement, recognizing the threat of climate change and agreeing to
16 pursue efforts to limit the global temperature increase to 1.5 degrees Celsius; and

17 WHEREAS, on October 8, 2018 the United Nations International Panel on
18 Climate Change (IPCC) Assessment Report on Global Warming projected that limiting the
19 global temperature increase to 1.5 degrees Celsius will require unprecedented transitions in all
20 aspects of society over the next 10 years; and

21 WHEREAS, in August 2019, the United Nations IPCC Assessment Report on *Climate
Change and Land* states that warming over land has occurred at a faster rate than the global
mean and this has had observable impacts on the land system and that the loss of
biodiversity is unprecedented in human history; and

22 WHEREAS, in September 2019, the United Nations IPCC Assessment Report on *The
Special Report on the Ocean and Cryosphere in a
23 Changing Climate* which states that over the last decades, global warming has led to
24 widespread shrinking of the cryosphere, with mass loss from ice sheets and glaciers,
25 reductions in snow cover and Arctic sea ice extent and thickness, and increased permafrost
26 temperature; and

27 WHEREAS, on November 23, 2018, the United States Fourth National Climate
28 Assessment ("NCA4") was released and details the massive threat that climate change
29 poses to the American economy, our environment and climate stability, and underscores
30 the need for immediate climate emergency action at all levels of government; and

31 WHEREAS, a recent study done by the Rocky Mountain Institute found that if all
32 the cities, states, and businesses achieve their existing climate action goals, the United
33 States would be almost two-thirds of the way to the national commitments associated
34 with the 2016 Paris Climate Agreement; and

35 WHEREAS, the intensity, strength and frequency of hurricanes, wildfires, floods,
36 rising seas, droughts, extreme weather, and diseases brought on by global warming
37 demonstrate that the Earth is becoming too hot to be a safe environment; and

38
39 WHEREAS, Hurricane Dorian on September 2, 2019, stalled over Grand Bahama
island with Category 2 intensity for over 24 hours; and in the week of August 23, 2020, there
were two hurricanes in the Gulf of Mexico at the same time; and

40 **WHEREAS**, fossil fuel companies operate for maximum short-term profit at the
41 expense of long-term sustainability, spend vast sums of money to influence government
42 in order to avoid paying the true cost of the environmental damage they cause, and
43 continue to explore for even more fossil fuel deposits that could not be burned without
44 drastic acceleration of runaway climate change and;

45 **WHEREAS**, there is a global mobilization to divest from fossil fuel companies as
46 both a moral action and a means of weakening the fossil fuel industry politically, with
47 many cities and towns resolving to divest their portfolios of fossil fuel companies and
48 hundreds of religious and higher learning institutions either committing to or considering
49 divestment from fossil fuel companies; and

50 **WHEREAS**, firms like BlackRock have stopped lending to the fossil fuel
51 industry, underwriting the fossil fuel industry, and buying its stocks, and if asset managers
52 divested from fossil fuels and insurers stopped insuring fossil fuel projects and investing
53 policyholders' funds into fossil fuels, then the fossil fuel sector would face higher volatility,
54 lower returns, and a negative future outlook; and

55 **WHEREAS**, leadership is critical to build **regional and** national momentum for the
56 movement to divest from fossil fuel companies; and

57 **WHEREAS**, on June 6, 2017, the City Commission approved Resolution
58 R-2017-168 confirming the City's Commitment to the Paris Climate Agreement and taking the
59 necessary steps to reduce greenhouse gas emissions; and

60 **WHEREAS**, the City of Hollywood's Sustainability Action Plan approved on March
61 15, 2017, commits the City to reducing greenhouse gas emissions 80% by 2050; and

62 **WHEREAS**, the City has a duty, pursuant to the Preamble and to Section 1.03,
63 "Powers and Jurisdiction", of the City's Code of Ordinances, to protect the lives and
64 livelihoods of its inhabitants and that of the natural environment from the threat of global
65 climate change and believes that its investments should support a future where everyone can
66 live healthy lives without the catastrophic impacts of a warming climate; and

67 **WHEREAS**, the economic consequences of divestment from the fossil fuel sector
68 would help to slow and could ultimately reverse the expansion of the sector
69 worldwide; and

70 **WHEREAS**, the City's Investment Policy is designed to safeguard the City's funds,
71 the availability of operating and capital funds when needed, and an investment return
72 competitive with comparable funds and financial market indices; and

73
74 **WHEREAS**, The City's Investment Policy was adopted on September 21, 1994, and amended
through Resolutions R-2013-054 on March 6, 2013, and R-2020-218 on September 16, 2020;
and

75
76 **WHEREAS**, in accordance with Section 218.415 of the Florida Statutes, the City's
77 Investment Policy applies to all cash and investments held or controlled by the City. The
78 City's funds related to the issuance of debt where there are other existing policies or
79 indentures in effect for such funds are to be reviewed for conformance ~~exempted from to this~~
80 Policy, i.e. General Obligation Bonds; and **(THIS NEEDS TO BE REVIEWED BY FINANCE
DEPT)**

81 **NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND THE CITY**
82 **COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA:**

83 **SECTION 1.** The foregoing "Whereas" clauses are incorporated herein.

84 **SECTION 2.** The Mayor and City Commission hereby authorize modification of **all**
85 **of the** City's investments ~~in accordance with Exhibit A, attached hereto and~~
86 ~~incorporated herein~~ to divest and to exclude future investments in securities issued by firms
87 that derive revenue primarily through the direct or indirect use of fossil fuels.

88 **SECTION 3. Effective Date.** This Resolution shall take effect immediately upon
89 its passage and adoption.

90 APPROVED AND ADOPTED this ___ day of 2020.

91
92 JOSH LEVY MAYOR

93
94
95 ATTEST:

FINAL VOTE ON ADOPTION

JENORGEN M. GUILLEN, CMC
CITY CLERK

Mayor xxxxxxx

Vice Mayor XXXXXX

APPROVED AS TO LEGAL SUFFICIENCY
AND FORM

Commissioner xxxxxx

Commissioner XXXXXX

Commissioner xxxxxxxx

JENNIFER MERINO
CITY ATTORNEY

USE CITY OF HOLLYWOOD FORMAT

FOR REFERENCE ONLY

96 **WHEREAS**, Sec. 1.03. Powers and jurisdiction, of the City of Hollywood Code of
Ordinances, states, The powers and jurisdiction of the city shall extend over all lands
and over all bodies of water to the extent allowed by law within the corporate limits and
the air above, and to all lands without the limits of the city owned, leased or operated
by the city. The power and jurisdiction of the city includes all extraterritorial powers and
jurisdiction previously granted by chapter 30836, Laws of Florida, 1955, as amended,
or any special or general law or any extraterritorial powers or jurisdiction which may be
granted in the future. The city shall continue to exercise the regulatory activities and
functions regarding businesses, professions and occupations, including awarding
franchises, which authority was granted by chapter 30836, Laws of Florida, 1955. **The**
city shall continue to exercise regulatory activities and functions regarding the
environment. (Ord. O-84-14, passed 2-3-84; Am. Ord. O-2018-02, passed 11-6-18);
and

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WHEREAS We, the people of the City of Hollywood, acting under the
Constitution and laws of the State of Florida, in order to secure the benefits and
responsibilities of self- governance, granting each individual the opportunity for a

voice in the government and for the health, welfare and quality of life for us and future generations, to provide for an honest and accountable Commission-Manager government, do hereby adopt this Charter. By this action, we secure unto ourselves the benefits of transparency and accessibility, and affirm the values of representative democracy, diversity and inclusiveness, justice, fiscal responsibility, citizen engagement, economic vitality, professional management, political leadership, **environmental stewardship and sustainability, and regional cooperation.**(Ord. O-2018-01, passed 11-6-18); and