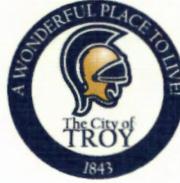


# CITY OF TROY



## OFFICE OF THE MAYOR

**JASON A. REEVES**  
*Mayor*

**CHARLIE "SARGE" DUNN, SR.**  
*Council Vice President, District 1*

**GREG MEEKS**  
*District 2 Councilman*

**JOHN H. WITHERINGTON**  
*Council President, District 4*

**MARCUS PARAMORE**  
*District 3 Councilman*

**DEJERILYN KING HENDERSON**  
*District 5 Councilwoman*

February 25, 2016

The Honorable Richard Shelby  
United States Senate  
304 Russell Senate Office Building  
Washington, DC 20510

Re: The Consumer Financial Choice and Capital Markets Protection Act of 2015 (S. 1802)

Dear Senator Shelby:

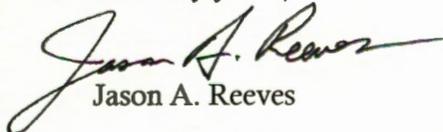
I am writing to urge you to support the above-referenced bill, which will preserve stable \$1 per share net asset valuation for institutional prime money market funds (MMFs). If MMFs are required to move to floating net asset valuation, experts predict a significant shift in assets from MMFs to more stable investment vehicles. I am told that some fund managers have even announced an intent to get out of the institutional prime money market fund business altogether if a floating valuation requirement is implemented.

As the mayor of a city that finances public projects through the issuance of tax-exempt bonds, I am concerned that a substantial decline in assets under management by MMFs will increase the cost of borrowing in the municipal bond market. MMFs are major purchasers of short-term municipal debt. The demise of MMFs or even a reduction in the collective buying power of MMFs could lower the demand for municipal bonds and accordingly increase the cost of borrowing for bond issuers.

In addition, MMFs are an important and effective cash management tool for local governments and many other organizations. Without MMFs as an investment option, these investors are likely to incur greater credit risk and receive a lower yield on cash equivalents.

Thank you for your consideration of supporting this important bill.

Sincerely yours,

  
Jason A. Reeves