



# Debt Management and Disclosure Policy Amendment

City Council Meeting  
January 10, 2017

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# CURRENT

- The City maintains a Debt Management and Disclosure Policy that complies with existing Federal, State and local laws.
- SB 1029, California Debt and Investment Advisory Commission; accountability reports, was approved by the Governor on September 12, 2016.

# PROPOSED

- SB 1029 new requirements include:
  1. Reporting to California Debt and Investment Advisory Commission regarding debit issuances closed after January 21, 2017.
  2. Requirements to integrate debt issuances within the long term planning goals and objectives of the organization.

# PROPOSED

- SB 1029 new requirements include continued:
  3. A provision that the weighted average maturity of the debt will not exceed 120% of the useful life of the asset funded with debt proceeds.
  4. That a third party will be the custodian of the debt proceeds until claimed as a reimbursement for expenditure incurred.

# BENEFIT

- Amending existing Debt Management and Disclosure Policy continues the City's compliance with requirements of the new legislation.

# RECOMMENDATION

- Amend Council Policy 000-58 Statement of Debt Management and Disclosure Policy to include requirements of SB 1029 which go into effect January 1, 2017.

QUESTIONS?