City of Carroll

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MEMO TO: Mike Pogge-Weaver, City Manager MPW

FROM: Laura A. Schaefer, Finance Director/City Clerk LAS

DATE: February 9, 2017

SUBJECT: City Debt Discussion

Susanne Gerlach, Senior Managing Consultant with PFM, plans to attend the Council meeting on February 27, 2017, to present debt related information in a work session. The intention of the work session is to present scenarios to fund the capital projects that have been identified in the Capital Improvement Plan. Some options include:

1. Phasing the debt issuances with one issuance now (in the next one or two fiscal years) and an additional issuance in 5 to 6 fiscal years in order to maintain the debt service levy around its current level ($1.28014).

2. Issue debt to complete all of the projects in the next one to three fiscal years that likely would result in an increase over the current debt service levy.

In all scenarios Council will be able to see what impact issuing the debt will have on the debt service levy to help guide the next step in determining the next projects to complete. Please keep in mind, this information in these projections are based upon a number of assumptions. If any one of the assumptions changes, it will impact the debt service levy.

RECOMMENDATION: Council discussion and direction on the specific scenarios they would like to see and/or additional information Council desires to be presented at the debt work session on February 27, 2017.