

<b>ITEM:</b>	<b>Discuss 5-year Capital Improvements Plan Draft.</b>
<b>MEETING DATE:</b>	October 19, 2017
<b>TO:</b>	City of De Soto City Council & Mayor
<b>FROM:</b>	Mike Brungardt, P.E., City Administrator
<b>CC:</b>	City Staff via Electronic Packet Distribution
<b>EXHIBITS:</b>	Exhibit A: Information from Columbia Capital on Debt Management Exhibit B: Honorable Mentions

**Summary:** I have engaged our financial advisors, Columbia Capital Management, to advise us on the potential to use debt financing for portions of our 5-year CIP. Jeff Prichard from Columbia Capital will attend the Council meeting on October 19<sup>th</sup> to present the recommendations that have been developed so far.

Attached as **Exhibit A** is a document summarizing Columbia Capital’s initial review and findings relating to the currently contemplated issuance of \$3.4 Million in new debt for the CIP. Although this amount, and the timing of any new debt could change dramatically as we deliberate the plan, we felt it important to assess our debt capacity early on in the process, since it is relatively clear that we would be unable to implement many of our higher priority projects without a currently unidentified revenue source.

I’ll let the attached information speak for itself, but the conclusion is that the City’s existing and projected financial position is healthy enough to support the added debt, assuming we do not drastically draw down existing fund balances.

**End of Report  
Exhibit to Follow**