



Legislation Details (With Text)

File #: 16-0842 **Version:** 1 **Name:** Financing Model for Capital Investment Plan
Type: Resolution **Status:** Passed
File created: 9/22/2016 **In control:** Work Session
On agenda: 10/25/2016 **Final action:** 10/25/2016
Title: *Consideration of Resolution 2016-69, A Resolution to Adopt the Project List for Phase I of the FY 2017-2026 CIP (Capital Investment Program) (Continued from 10/11/16 WS)
Sponsors: Eric Stuckey, Paul Holzen
Indexes:
Code sections:
Attachments: 1. RESOLUTION 2016-69 - CIP- Second Draft.pdf, 2. 9-30-2016 Phase I Projects, 3. Capital Funding Model - September 2016 09 09-16, 4. CIP Funding Model -BOMA - 09132016 09-09-16, 5. Franklin Debt Capacity Update 8 12 2016

Date	Ver.	Action By	Action	Result
10/25/2016	1	Work Session	acknowledged	
10/25/2016	1	Board of Mayor & Aldermen	approved	Pass
10/11/2016	1	Work Session	referred	
10/3/2016	1	Work Session	referred	

DATE: September 30, 2016

TO: Board of Mayor and Aldermen

FROM: Eric Stuckey, City Administrator
Russ Truell, Assistant City Administrator
Michael Walters Young, Budget & Analytics Manager

SUBJECT:
*Consideration of Resolution 2016-69, A Resolution to Adopt the Project List for Phase I of the FY 2017-2026 CIP (Capital Investment Program) (Continued from 10/11/16 WS)

Purpose

The purpose of this memo is to provide information to the Franklin Board of Mayor and Aldermen (BOMA) concerning revenue forecasts for the FY 2017-2026 Capital Investment Program and its effect on the modelling of debt capacity for capital projects.

Background

Continuing a conversation begun last month with the visit from the City's financial advisory firm, Public Financial Management, the discussion this evening will center around a refinement of available revenues - both cash and debt - for the FY 2017-2026 Capital Investment Program.

The preliminary results from PFM are attached. Overall, the analysis from a month ago showed the City can remain within recommended debt capacity metrics, medians and comply with the City's Debt Management Policy by embarking upon a series of new projects which rated highly through the Board's initial CIP ranking process.

The financing model attached herein and developed by staff is a further refinement of that effort. It includes detailed funding needs for each project in Phase I of the CIP, detailed 10-year forecasts for major internal funding sources, a summary of existing resources, projected resources after Phase I CIP projects are completed and a revised debt capacity analysis and funding usage of the resources raised through the Invest Franklin initiative.

Financial Impact

This is a report only. No financial impact results from the presentation of the model.

Recommendation

Staff recommends consideration of the findings of the model in capital investment decisions by the Board.