

City of Mesquite, Texas

Legislation Details (With Text)

File #: 18-3910 **Version:** 1 **Name:** Ordinance - Debt Management Policy
Type: Agenda Item **Status:** Passed
File created: 12/5/2018 **In control:** City Council
On agenda: 1/7/2019 **Final action:** 1/7/2019
Title: An ordinance revising the Debt Management Policy for the City of Mesquite.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Ordinance, 2. Redlined Version - Debt Management Policy

Date	Ver.	Action By	Action	Result
1/7/2019	1	City Council	Approved	Pass

An ordinance revising the Debt Management Policy for the City of Mesquite.

Staff has reviewed the current Debt Management Policy approved in 2007 and recommends the following proposed changes:

- Add two parameters for debt management as follows:
 - Total tax supported debt shall not exceed 5 percent of Total Assessed Value
 - Debt service cost shall not exceed 25 percent of operating revenues
- Change one parameter for debt management regarding the portion of the City's property tax rate levied for general obligation debt service to not exceed 40 percent of the total tax rate as compared to the current 35 percent parameter

These changes were briefed to the City Council during the January 7, 2019, Pre-Meeting. The "redlined" version along with the final version of the Debt Management Policy have been attached for reference.

Recommended/Desired Action

Staff recommends approval of the ordinance.

Attachment(s)

Ordinance

Redlined Version - Debt Management Policy

Drafter

Debbie Mol

Head of Department

Debbie Mol