



## AGENDA MEMORANDUM

City Council Workshop of August 28, 2025

**DATE:** August 28, 2025

**TO:** Peter Zaroni, City Manager

**FROM:** Amy Cowley, Director of Management and Budget  
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**FY 2026 Proposed Budget Workshop #4: Presentation on the Capital Improvement Program (CIP), and Overview of City's Debt profile and Potential Adjustments to the FY 2026 Proposed Budget**

### **STAFF PRESENTER(S):**

	<b><u>Name</u></b>	<b><u>Title/Position</u></b>	<b><u>Department</u></b>
1.	Jeff Edmonds	Director	Engineering Services
2.	Amy Cowley	Director	Management & Budget

### **OUTSIDE PRESENTER(S):**

1.	Victor Quiroga	Managing Director	Specialized Public Finance Inc.
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### **ISSUE:**

This is the fourth of four City Council workshops to discuss the FY 2026 Proposed Budget. The topic for the fourth workshop includes a presentation on the Capital Improvement Program (CIP), and Overview of City's Debt profile and Potential Adjustments to the FY 2026 Proposed Budget.

### **BACKGROUND:**

At this workshop, the City Council will be presented with the Capital Improvement Program (CIP), and Overview of City's Debt profile and Potential Adjustments to the FY 2026 Proposed Budget.

Capital Improvement Program (CIP): The focus of the Engineering Department is to assist City departments in support of new projects and maintenance of existing infrastructure. The total FY 2026 proposed budget for Capital Improvement Program is \$764M, excluding transfers from other funds it would be \$693.2M.

Overview of City's Debt Profile: This portion of the workshop will provide City Council with a briefing on the City's current debt position. Our financial advisor will outline key components

including total outstanding debt, types of debt instruments in use (such as general obligation and revenue bonds), repayment timelines, and interest rate trends. The overview will also touch on the City's credit rating, debt capacity, and how current obligations align with long-term financial planning. The goal is to equip Council with a clear understanding of our fiscal standing and inform future decisions related to capital investments and borrowing strategies.

Potential Adjustments to FY 2026 Proposed Budget: This workshop will also include a discussion with the City Council on any potential budget amendments resulting from the seven public input sessions and the four City Council Budget work sessions. A summary of all amendments will be presented to the City Council at the first reading of the FY 2026 budget on September 2, 2025. Final reading will take place on September 9, 2025.

#### **LIST OF SUPPORTING DOCUMENTS:**

PowerPoint – not attached

[FY 2026 Proposed Operating Budget](#)

[FY 2026 Proposed Capital Budget](#)