

Capital Investment Plan Capacity

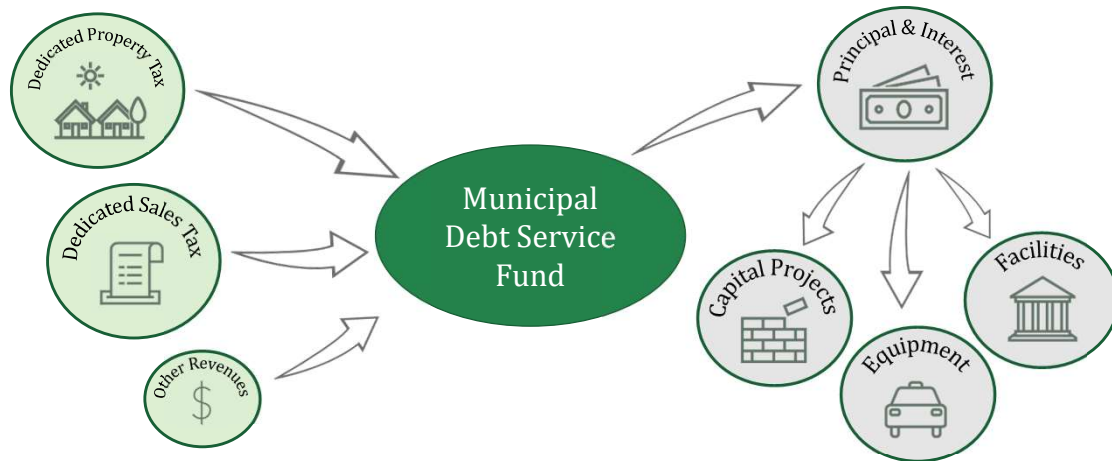
FEBRUARY 12, 2024

Steady State



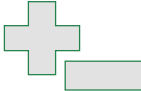
- ▶ Introduced in 2018 to support the Capital Planning process
- ▶ Debt is one component of a comprehensive capital funding portfolio used to advance strategic initiatives
- ▶ AAA rating is supported by strong financial management policies and practices such as this long-term planning
- ▶ Affordability is a point-in-time analysis
- ▶ Affordability can be allocated between Bonds or Certificates of Participation (COPs)



Municipal Debt Service Fund



Debt Model Key Drivers

Driver	Revenue	Spend Rate	Cost of Funds
Model Input	Conservative, but reasonable, assumptions for future growth	Realistic expectations for timing and cost of project construction	Financing rates as determined by market conditions
Impact	 FY2024 Actuals projected greater than Budget	 Spend rate increased due to inflation	 Interest rate assumptions steady

Steady State Affordability Growth

New Capacity for Streets & Neighborhoods \$228M *



Previous Capacity
Total \$210M:
\$160M Streets/Neighborhoods
\$50M Housing

- Growth in Capacity
- Streets and Neighborhood
- Housing

* Does not include Facilities & Equipment funded by COPs

* If New Capacity attributed to Housing Bonds, growth amount is \$10M per bond cycle

Questions?