

**CITY OF LOGAN
RESOLUTION NO. 15-39**

A RESOLUTION ESTABLISHING A DEBT MANAGEMENT POLICY

WHEREAS, the City of Logan operates several governmental and business-type funds for the benefit of the citizens of Logan; and

WHEREAS, it is at times appropriate to borrow funds for the completion of significant capital projects;


NOW THEREFORE BE IT RESOLVED BY THE LOGAN MUNICIPAL COUNCIL, STATE OF UTAH to establish the Debt Management Policy as outlined in Attachment A.

THIS RESOLUTION duly adopted upon this 15 day of September, 2015 by the following vote:

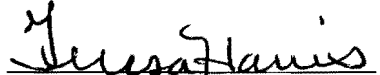
Ayes: Simmonds, Alsen, Needham, Baines, Ward

Nays: none

Absent: none


Jeannie F. Simmonds, Chair

ATTEST:


Teresa Harris, City Recorder

ATTACHMENT A

Debt Management Policy August 2015

1. The City's debt management philosophy is to conservatively approach and manage debt capacity such that even during times of economic contraction, the City is able to meet its debt obligations without significant tax or fee increases or service reductions.
2. Long-term debt is a means of funding significant capital projects.
3. Long-term debt should be managed at or below the moderate level consistent with the City's intended credit profile, and below State imposed limitations.
4. Financing of long-term debt should be straight-forward and simple to understand. Overly complex funding arrangements, interest calculations, or relationships should be scrutinized carefully or avoided.
5. Before planning to obtain additional debt, revenue sources for repayment must be identified and validated.
6. The City's bond rating and existing debt must be considered with any subsequent funding arrangements.
7. Preserving debt capacity for future, unforeseen contingencies should always be considered with all new funding arrangements.