



Report to City Council

TO: Mayor and City Council

FROM: Dena Heald, Chief Financial Officer/City Treasurer

AGENDA DATE: May 20, 2025

TITLE: ANNUAL REVIEW OF THE DEBT MANAGEMENT POLICY (REPORT OF: FINANCIAL AND MANAGEMENT SERVICES) (NOT APPLICABLE)

TITLE SUMMARY: Annual Review of the Debt Management Policy (Not Applicable)

DISTRICT: Not Applicable

Recommendation(s)

That the City Council:

1. Review and approve the Debt Management Policy.

SUMMARY

This report recommends the review and approval of the Debt Management policy. On September 12, 2016 Governor Brown signed Senate Bill 1029, Hertzberg, amending the Government Code to require issuers of public debt in California to have an adopted debt management policy. The City of Moreno Valley has recognized that having a Debt Policy in place is a best practice and first adopted a policy in 2006. Every year staff reviews the policy to industry standards. There are currently no revisions proposed to the policy as part of this annual review.

DISCUSSION

Debt management policies are considered a “best practice” by many professional municipal finance organizations including the Government Finance Officers Association, the California Society of Municipal Finance Officers and the Association of Public Treasurers of the United States and Canada. Issuers of public debt within California are now required to have an adopted Debt Policy to participate in the financial markets.

The Debt Management Policy was originally developed in 2006 and revised in 2014, 2017, 2019, 2020, 2021, 2023 and 2024. In recent years additional requirements have been placed on the issuers of municipal securities based on the input from oversight agencies such as the Securities & Exchange Commission (SEC), the Municipal Securities Rulemaking Board (MSRB), the California Debt and Investment Advisory Commission, rating agencies and investors.

There are no revisions being recommended to the current policy at this time. Should any new significant developments occur in the regulatory environment, the policy will be adapted to meet these changes and will be brought back for review by the City Council at that time.

ALTERNATIVES

1. Approve Debt Management Policy. This alternative is recommended so that the City’s policies and practices conform to the current debt management standards as established by municipal oversight agencies.
2. Not approve Debt Management Policy and provide staff with additional direction. The alternative is not recommended since it will result in the delay of the review and adoption of the policy and could result in the City being out of compliance with state laws.

FISCAL IMPACT

No current fiscal impact.

NOTIFICATION

Public Notice

PREPARATION OF STAFF REPORT

Prepared By:
Kimberly Ganimian
Special Districts Division Manager

Department Head Approval:
Dena Heald
Chief Financial Officer/City Treasurer

CITY COUNCIL GOALS

None

CITY COUNCIL STRATEGIC PRIORITIES

1. Economic Development
2. Public Safety
3. Library
4. Infrastructure
5. Beautification, Community Engagement, and Quality of Life
6. Youth Programs

Report Approval Details

Document Title:	STAFFREPORT_FMS_ANNUALREVIEWOFTHEDEBTMANAGEMENT POLICY.docx
Attachments:	- 3.10 Debt Management Policy - 5.21.24.docx
Final Approval Date:	May 12, 2025

This report and all of its attachments were approved and signed as outlined below:

No Signature found

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