

MEMORANDUM

To: Mayor and City Councilmembers
Steve Parker, City Manager

From: Susan Caddell
Director of Finance

Subject: Five-Year Capital Improvement Plan and Financial Forecast

Date: April 30, 2024

Attached you will find the City of Seguin's Proposed Five Year Capital Improvement Plan and Financial Forecast for Fiscal Years 2024-2028. In FY2016, City Council approved the initial Five-Year Plan.

In the past, when City staff has been participating in rating agency presentations, we were being asked if the City prepared and maintained a long-term financial plan. The rating agencies indicated that such a plan is a positive indicator for cities with the higher credit ratings. A long-term financial plan helps demonstrate the City's dedication to sound financial management to the bond rating agencies. In January of 2018, Standard and Poor reviewed our ratings, and upgraded our rating from AA- to AA. One of the factors they pointed out in upgrading our rating was the fact that City Council had approved a Five-year Plan.

I will be doing a presentation during the City Council meeting. If you would like to review this with me before the meeting or have any questions, please feel free to contact me.