

RESOLUTION NO. 2019-79

A RESOLUTION OF THE CITY COUNCIL OF THE  
CITY OF HUNTINGTON BEACH ADOPTING THE  
CITY'S DEBT MANAGEMENT POLICY

WHEREAS, the City or its related entities (such as the Huntington Beach Public Financing Authority, the Successor Agency to the Redevelopment Agency of the City of Huntington Beach, or the Huntington Beach Housing Authority) has issued bonds or other financing obligations (collectively, "Local Debt") subject to the filing of reports with the California Debt and Investment Advisory Commission ("CDIAC") pursuant to Section 8855 of the California Government Code ("Section 8855"); and

Senate Bill No. 1029 ("SB 1029"), effective January 1, 2017, amended Section 8855 to augment the information that must be provided by municipal issuers of Local Debt to CDIAC; and

Prior to SB 1029, Section 8855 has required municipal issuers of Local Debt to file a Report of Proposed Debt Issuance at least 30 days prior to the sale of any Local Debt issue; and

SB 1029 amends the requirements of the Report of Proposed Debt Issuance to require that this report include a certification by the municipal issuer (the "City") that it has adopted local debt policies concerning the use of Local Debt and that the contemplated Local Debt issuance is consistent with those local debt policies; and

SB 1029 further requires that the local debt policy subject to the aforementioned certification must include all five of the following elements: (1) the purposes for which the debt proceeds may be used; (2) the types of debt that may be issued; (3) the relationship of the debt to, and integration with, the issuer's capital improvement program or budget, if applicable; (4) policy goals related to the issuer's planning goals and objectives; and (5) the internal control procedures that the issuer has implemented, or will implement, to ensure that the proceeds of the proposed debt issuance will be directed to the intended use;

The City or its related entities (such as the Huntington Beach Public Financing Authority, the Successor Agency to the Redevelopment Agency of the City of Huntington Beach, or the Huntington Beach Housing Authority) may also, in the future, issue Local Debt for which a Report of Proposed Debt Issuance, including the aforementioned certification, will need to be filed with CDIAC;

To facilitate issuance of Local Debt in the future and the ability of the City and its related entities to make the requisite local debt policies certification required in connection therewith by subdivision (i) of Section 8855, as amended by SB 1029, the City desires to amend the Debt Management Policy to include all five elements required by Section 8855, as amended by SB 1029, as set forth in the City of Huntington Beach Debt Management Policy hereto;

NOW, THEREFORE, the City Council of the City of Huntington Beach does hereby resolve as follows:

SECTION 1. The above recitals, and each of them, are true and correct.

SECTION 2. The City of Huntington Beach Debt Management Policy is hereby approved and adopted and shall be made applicable to all Local Debt issued by or on behalf of the City and its related entities (such as the Huntington Beach Public Financing Authority, the Successor Agency to the Redevelopment Agency of the City of Huntington Beach, or the Huntington Beach Housing Authority).

SECTION 3. The City Manager, the City Treasurer, the Chief Financial Officer, and all other officers of the City are hereby authorized and directed, jointly and severally, to do any and all things to effectuate the purposes of this Resolution and to implement the Amended Policy, and any such actions previously taken by such officers are hereby ratified and confirmed.

SECTION 4. This Resolution shall take effect immediately upon adoption.


PASSED AND ADOPTED by the City Council of the City of Huntington Beach at a regular meeting thereof held on the \_\_\_\_\_ day of \_\_\_\_\_, 2019.

\_\_\_\_\_  
Mayor

REVIEWED AND APPROVED:

APPROVED AS TO FORM:

\_\_\_\_\_  
City Manager

\_\_\_\_\_  
City Attorney 

INITIATED AND APPROVED:

  
\_\_\_\_\_  
Acting Chief Financial Officer