



Post-Issuance Compliance Policy

Office of the Comptroller

April 18, 2022



Strategic Plan Alignment

Goal 6. Set the Standard for Sound Governance and Fiscal Management

- *6.6 Ensure continued financial stability and accountability through sound financial management, budgeting and reporting*



Purpose of the Policy

- Meet requirements of the IRC of 1986 as amended
- Meet requirements of the SEC Rule 15(c) 2-12 for continuing disclosures
- Meet bond covenants obligation

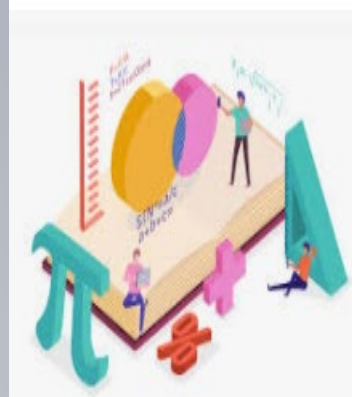




Issue debt
earlier than
needed



Leave debt
outstanding
longer than
necessary



Issue more
debt than
necessary

Purpose of the Tax Code regarding Arbitrage and Yield Restrictions

- Arbitrage on gross proceeds must be rebated to the federal government every five years after the date of issuance
- Yield restrictions requirements need to be met in order to avoid compromising the tax – exempt status of the debt issuance

Continuing Disclosures SEC Rule 15 (c) 2-12

Requires the City to file with the Municipal Securities Rulemaking Board the following disclosures:

- Annual report and annual information
- Notices of events (reportable events)

CITY OF EL PASO, TEXAS

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**



**FOR THE FISCAL YEAR ENDED
AUGUST 31, 2021**

Compliance with Bond Covenants



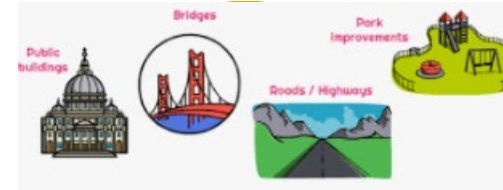
1

Ensure annual appropriation of revenues to meet debt service payment



2

Timely transfer debt service payments to trustee or paying agent



3

Ensure compliance with the uses and purposes of the bond

Compliance Officer

- The Chief Financial Officer (CFO) is designated as the Compliance Officer
- Responsible for ensuring the City carries out its post-issuance compliance requirements
- Comptroller will assist with the review



Due Diligence Review

- The City will complete the annual due diligence review with respect to the annual report no later than February 28 of each year
- The City will review bond issuances spending, annual budget appropriation, debt service payments and compliance with bond covenants as applicable annually during the month of April.
- The review will be documented and available upon request.

Review of Post Issuance Compliance Policy

- The policy should be reviewed at least bi-annually by the Compliance Officer or his designee.

MISSION



Deliver exceptional services to support a high quality of life and place for our community

VISION



Develop a vibrant regional economy, safe and beautiful neighborhoods and exceptional recreational, cultural and educational opportunities powered by a high performing government



VALUES

Integrity, **R**espect, **E**xcellence,
Accountability, **P**eople

MISIÓN



Brindar servicios excepcionales
para respaldar una vida y un
lugar de alta calidad para
nuestra comunidad

VISIÓN



Desarrollar una economía regional
vibrante, vecindarios seguros y
hermosos y oportunidades
recreativas, culturales y educativas
excepcionales impulsadas por un
gobierno de alto desempeño



VALORES

Integridad, **R**espeto, **E**xcelencia,
Responsabilidad, **P**ersonas