

**TO:** CHAIR AND MEMBERS  
FINANCIAL MANAGEMENT COMMITTEE  
**DATE:** 2016 October 06

**FROM:** DIRECTOR FINANCE  
**FILE:** 6400-20

**SUBJECT:** TEMPORARY FINANCING BYLAW

**PURPOSE:** To obtain borrowing authority to temporarily finance expenditures.

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**RECOMMENDATION:**

1. **THAT** the Financial Management Committee recommend Council authorize staff to bring down a bylaw to permit borrowing of up to \$2 million as required, during the period 2017 January 01 to December 31, repayable 2017 December 31.

**REPORT****1.0 BACKGROUND**

Temporary borrowing sometimes becomes necessary during the year prior to collection of property taxes and at other times to make large unexpected payments or to cover an overdraft resulting from revenue shortfalls. Section 177 of the Community Charter provides that Council may authorize borrowing of this nature through a bylaw.

**2.0 2016 ACTIVITY**

In 2016 a temporary financing bylaw was adopted authorizing \$2 million to meet operating needs between January and December. As of 2016 October 03 the City has not utilized these funds.

**3.0 2017 REQUIREMENTS**

For 2017 it is estimated that a \$2 million temporary financing bylaw will be sufficient to cover any City cash shortfalls which may occur at different times during the year. It is recommended that Council authorize staff to bring down a bylaw to permit borrowing of up to \$2 million as required, during the period 2017 January 01 to December 31, repayable 2017 December 31.

for   
Denise Jorgenson  
DIRECTOR FINANCE

DJ:DS/nl