

FINANCIAL MANAGEMENT COMMITTEE

*HIS WORSHIP, THE MAYOR
AND COUNCILLORS*

SUBJECT: TEMPORARY FINANCING BYLAW

RECOMMENDATION:

1. THAT Council authorize the City Solicitor to bring forward a Temporary Financing Bylaw to permit borrowing of up to \$10 million as required, during the periods 2022 January 01 to 2022 December 31, repayable 2022 December 31.

REPORT

The Financial Management Committee, at its meeting held on 2021 October 13, received and adopted the attached report seeking Council approval to obtain borrowing authority to temporarily finance expenditures.

Respectfully submitted,

Mayor M. Hurley
Chair

Councillor S. Dhaliwal
Vice Chair

Copied to:	Chief Administrative Officer Deputy CAO/CFO Director Corporate Services City Solicitor
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TO: CHAIR AND MEMBERS
FINANCIAL MANAGEMENT COMMITTEE

DATE: 2021 October 06

FROM: DEPUTY CHIEF ADMINISTRATIVE
OFFICER & CHIEF FINANCIAL OFFICER

FILE: 6400-20

SUBJECT: TEMPORARY FINANCING BYLAW

PURPOSE: To obtain borrowing authority to temporarily finance expenditures

RECOMMENDATION:

1. **THAT** the Financial Management Committee recommend Council authorize the City Solicitor to bring forward a Temporary Financing Bylaw to permit borrowing of up to \$10 million as required, during the period 2022 January 01 to 2022 December 31, repayable 2022 December 31.

REPORT

1.0 INTRODUCTION

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 to meet current lawful expenditures. The debt under this bylaw must not exceed the total of the unpaid taxes nor can it represent a value greater than 75% of all property taxes imposed.

2.0 POLICY SECTION

Goal

- A Thriving Organization
 - Financial viability –
Maintain a financially sustainable City for the provision, renewal and enhancement of City services, facilities and assets

To: Financial Management Committee
From: Deputy Chief Administrative Officer & Chief Financial Officer
Re: Temporary Financing Bylaw
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3.0 BACKGROUND

For 2021, a temporary financing bylaw was adopted authorizing \$10 million for operating needs between January and December. As of 2021 September 15, the City has not utilized the credit facility.

For 2022, it is estimated that a \$10M temporary financing bylaw will be sufficient to cover any City cash shortfalls which may occur at different times during the year.

4.0 RECOMMENDATION

It is recommended that the Financial Management Committee recommend Council authorize the City Solicitor to bring forward a Temporary Financing Bylaw to permit borrowing of up to \$10M as required, during the period 2022 January 01 to 2022 December 31, repayable 2022 December 31.



Noreen Kassam, CPA, CGA
DEPUTY CHIEF ADMINISTRATIVE OFFICER &
CHIEF FINANCIAL OFFICER

NK:nl / md

Copied to: Chief Administrative Officer
City Solicitor