



The Corporation of the District of Saanich

Report

To: Mayor and Council
From: Paul Arslan, Director of Finance
Date: November 21, 2024
Subject: TEMPORARY BORROWING BYLAWS
File:

RECOMMENDATIONS

That Council pass first, second and third readings of bylaws 10112, 10113, 10114, 10115 and 10116.

PURPOSE

The purpose of this report is to present bylaws to authorize temporary borrowing through the Municipal Finance Authority (MFA).

BACKGROUND

Long term debt issuing is conducted by the MFA in the spring and fall only. It is a multi-step process involving the MFA and CRD and the Ministry of Municipal Affairs. The timing of the borrowing does not necessarily coincide with the completion of projects and the requirement for funds to be advanced. The Community Charter allows municipalities to conduct temporary borrowing to bridge timing gaps with long term debt issuance. When long term debt funds are advanced in due course, the proceeds will pay off the outstanding temporary debt effecting a transfer from short term to long term debt.

DISCUSSION

Several capital projects established with debt funding in the 2024 Financial Plan are on-going or will be completed soon and require funds to be advanced. Long term debt authorizing bylaws for these projects have been adopted by Council. The total funding required under the approved bylaws is as follows:

Bylaw No.	Purpose	Amount
10112	Sewer Capital Program	200,000
10113	Storm Drainage Capital Program	518,000
10114	Parks Capital Program	600,000
10115	Sewer Capital Program	600,000
10116	Transportation Capital Program	<u>1,949,870</u>
Total temporary borrowing		\$3,867,870

FINANCIAL IMPLICATIONS

Funding for the interest payments on the temporary loan is included in the debt servicing budget.

Prepared by:	Paul Arslan, Director of Finance
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Attachments:

ADMINISTRATOR'S COMMENTS:

I endorse the recommendation from the Director of Finance.

Brent Reems, Chief Administrative Officer