

RE: LONG TERM FINANCING - LOCAL IMPROVEMENT WORKS

MUNICIPAL MANAGER'S RECOMMENDATION:

1. THAT the recommendation of the Director Finance be adopted.

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TO: MUNICIPAL MANAGER

1987 October 07

FROM: DIRECTOR FINANCE

File: G70-1-1

RE: LONG TERM FINANCING - LOCAL IMPROVEMENT WORKS

Xref: I52-7

RECOMMENDATIONS

1. THAT a security issuing by-law be brought down to finance local improvement works constructed totaling \$427,000; and
2. THAT the Director Finance be directed to make application to the Greater Vancouver Regional District for this financing.

REPORT

Council has approved by-laws to authorize the construction of various local improvement street works and lighting contained in the 1985 local improvement program. A construction by-law gives the authority to do the work, but a security issuing by-law is necessary when it comes time to finance that work on a long term basis.

Schedules "A" and "B" attached list those construction by-laws for which the work has been completed but for which the long term financing has not been completed. It is now being recommended that a security issuing by-law be brought down and an application be made to the Greater Vancouver Regional District to finance \$427,000 in completed works as shown in the Schedules.

Schedule "A" Street Works - 15 year works	\$372,063
Schedule "B" Ornamental Lighting - 10 year works	<u>54,937</u>

\$427,000
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All long term municipal financing in the Province, with the exception of the City of Vancouver, is done through the Municipal Finance Authority (M.F.A.), and local communities make application through their Regional District. To do that we need a security issuing by-law in place in order to make application to the G.V.R.D.

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The M.F.A. goes to the marketplace periodically to finance the long term debt of B.C. communities, usually dependent upon market conditions and/or the amount of debt to be financed. The July 1987 issue raised \$111 million at rates ranging from 9% to 10%.

It is recommended that a security issuing by-law be brought down to finance local improvement works constructed totalling \$427,000;
and

That the Director Finance be directed to make application to the Greater Vancouver Regional District for this financing.

for 
Howard Karras
DIRECTOR FINANCE

RAE:gw
Attach.

cc: Municipal Clerk
Municipal Solicitor
Director Engineering

LOCAL IMPROVEMENT STREET WORKS
 FINANCING REQUIRED - 15 YEAR WORKS
 AS AT 1987 OCTOBER 01

SCHEDULE "A"

Instruction	Description	By-Law Estimate	Cost of the Work (1)	Amount Already Borrowed (2)	Amount to be Borrowed (3)
		\$	\$	\$	\$
8495	To provide an 8.5 m asphaltic pavement with walks on both sides, storm sewers and trees on Ashworth Avenue, McKay Avenue, Georgia Street, Ister Street and Davies Street	862,000	721,698	716,811	4,887
8496	To provide an 8.5 m asphaltic pavement with walks on both sides and trees on Dow Avenue, Macdonald Avenue, Fir Street, Forest Street and Allee Avenue	621,000	605,217	496,800	108,417
8500	To provide an 11 m asphaltic pavement with walks on both sides and trees on Salisbury Avenue and Seventeenth Avenue	218,000	212,081	174,400	37,681
8501	To provide an 11 m asphaltic pavement with walks on both sides and storm sewers on Broadway, Halifax Street and First Street	531,000	567,483	424,800	142,683
8504	To provide an 8.5 m asphaltic pavement with curb on one side and walk on the other, including storm sewers and trees on Forglan Drive, Sardis Street, Hertford Street and Union Street	652,000	599,995	521,600	78,395
		<u>2,884,000</u>	<u>2,706,474</u>	<u>2,334,411</u>	<u>372,063</u>

Local improvement street works - term of issue 15 years

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SCHEDULE "B"

LOCAL IMPROVEMENT ORNAMENTAL STREET LIGHTING
 FINANCING REQUIRED - 10 YEAR WORKS
 AS AT 1987 OCTOBER 01

Construction	By-Law	Description	By-Law Estimate	Cost of the Work (1)	Amount Already Borrowed (2)	Amount to be Borrowed (3)
8514	To provide ornamental street lighting on numerous streets throughout the municipality	Ornamental street lighting - term of issue 10 years	200,000	214,937	160,000	54,937
			<u>200,000</u>	<u>214,937</u>	<u>160,000</u>	<u>54,937</u>
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Notes
 (1) Cost of the work includes construction costs, including overhead, interim financing costs, and estimated M.F.A. issue costs.
 (2) 80% of the estimated cost of the works was borrowed when the construction by-law was passed.
 (3) Pending long term financing, amounts to be borrowed are financed on a temporary basis by our Local Improvement Fund reserve.

