



Item
Meeting 2011 Nov 7

COUNCIL REPORT

TO: CITY MANAGER

DATE: 2011 October 19

FROM: DIRECTOR FINANCE

FILE: 6400-20
Reference: RBC

SUBJECT: TEMPORARY FINANCING BYLAW

PURPOSE: To obtain borrowing authority to temporarily finance expenditures.

RECOMMENDATION:

1. **THAT** a bylaw be brought down to permit borrowing of up to \$2 million as required, during the period 2012 January 01 to December 31, repayable 2012 December 31.

REPORT

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 by bylaw authorize borrowing of this nature.

2011 ACTIVITY

In 2011 a temporary financing bylaw was adopted authorizing \$5 million to meet operating needs between January and December, to date the City has not borrowed funds.

2012 REQUIREMENTS

For 2012 it is estimated that a \$2 million temporary financing bylaw is required to cover cash shortfalls which may occur at different times during the year.

Denise Jorgenson
DIRECTOR FINANCE

DS:nl