



Item .....
Meeting ..... 2012 Nov 19

## COUNCIL REPORT

**TO:** CITY MANAGER

**DATE:** 2012 November 05

**FROM:** DIRECTOR FINANCE

**FILE:** 6400-20

*Reference:* RBC

**SUBJECT:** TEMPORARY FINANCING BYLAW

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

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### RECOMMENDATION:

1. **THAT** a bylaw be brought down to permit borrowing of up to \$2 million as required, during the period 2013 January 01 to December 31, repayable 2013 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 2012 ACTIVITY

In 2012 a temporary financing bylaw was adopted authorizing \$2 million to meet operating needs between January and December, to date the City has not borrowed funds.

#### 3.0 2013 REQUIREMENTS

For 2013 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

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