

**DATE:** June 14, 2017

**TO:** MAYOR AND COUNCIL

**NAME AND TITLE:** Kris Dalio, Director of Finance

**SUBJECT:** Security Issue Resolution – Fall 2017

**ATTACHMENT(S):** None

**RECOMMENDATIONS:**

That Council approve borrowing from the Municipal Finance Authority of British Columbia, as part of their 2017 fall issue \$1,000,000 as authorized through “Foreman Road Landslide Loan Authorization Bylaw No. 8674, 2015” and that the Regional District of Fraser-Fort George be requested to consent to our borrowing over a twenty (20) year term and include the borrowing in their security issuing bylaw.

**PURPOSE:**

This report has been prepared for the purpose of having Council approve a security issue resolution for the debenture funding for the Foreman Road Landslide project.

**POLICY/REGULATORY ANALYSIS:**

A resolution of Council for the debenture amount needed for the 2017 fall security issue is required to complete the final step in the debenture debt funding arrangements. The BC MFA (Municipal Finance Authority) program has a spring and a fall issue meeting every year and the Regional District agenda deadline for this year’s fall issue is July 4, 2017.

**STRATEGIC PRIORITIES:**

The Foreman Road Landslide project supports Council’s Priorities of “Sustainable Fiscal Management”, “Sustainable Infrastructure” and “Organizational Excellence”.

**FINANCIAL CONSIDERATIONS:**

The Foreman Road Landslide project has been internally funded pending the completion of the project and the debenture issue process.

The security issue is described as follows:

Fund	Description	Loan Authorization Bylaw #	Security Issue Request
General	Foreman Road Landslide	8674	\$1,000,000
<b>Total Security Issue Resolution Required</b>			<b>\$1,000,000</b>

This security issue would have a repayment term of 20 years which would begin in the spring of 2018. The general fund would repay the debt for the Foreman Road Landslide project at an estimated annual amount of \$68,000.

**SUMMARY AND CONCLUSION:**

A security issue resolution of Council is required in order to complete the debenture funding process for the Foreman Road Landslide project. This report details the amount of debenture that is required to be issued and has been prepared in order to meet the deadlines of the Municipal Finance Authority and the Regional District of Fraser-Fort George for the fall issue.

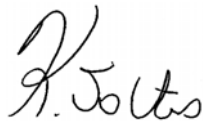
**RESPECTFULLY SUBMITTED:**



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Kris Dalio, Director of Finance

**APPROVED:**



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Kathleen Soltis, City Manager  
Meeting date: June 26, 2017