

DATE: June 14, 2017

TO: MAYOR AND COUNCIL

NAME AND TITLE: Kris Dalio, Director of Finance

SUBJECT: Authorized and Unissued Debt

ATTACHMENT(S): “Hart Highlands Sanitary Sewer Extension Local Area Service Loan Authorization Bylaw No. 8515, 2014”

RECOMMENDATIONS:

That Council approve the reduction of authorized debt liability under “Hart Highlands Sanitary Sewer Extension Local Area Service Loan Authorization Bylaw No. 8515, 2014” by \$910,112.

PURPOSE:

This report has been prepared for the purpose of having Council reduce the authorized debt liability under “Hart Highlands Sanitary Sewer Extension Local Area Service Loan Authorization Bylaw No. 8515, 2014”.

POLICY/REGULATORY ANALYSIS:

A loan authorization bylaw provides the legal authority for a municipality to enter into debt liability for the project work described in the bylaw. Once adopted, the bylaw is in effect for 5 years and the value of the liability is included in the debt servicing limit. The bylaw can be reduced by Council resolution.

STRATEGIC PRIORITIES:

This report supports Council’s Priorities of “Sustainable Fiscal Management” and “Organizational Excellence”.

FINANCIAL CONSIDERATIONS:

It is recommended that Council approve a resolution to reduce the authorization for Loan Authorization Bylaw No. 8515, 2014 by \$910,112. The project included in this bylaw has been completed and there is no longer a need for the authorized amounts.

LA Bylaw	Project	Amount Authorized	Amount Borrowed	Amount Unissued
8515	Hart Highlands Sanitary Sewer LAS	\$2,420,000	\$1,509,888	\$910,112

Reducing the authorized liability of this bylaw by the amount unissued will reduce the overall estimated debt servicing costs on the liability servicing limit certificate by approximately \$81,900.

SUMMARY AND CONCLUSION:

Approving the recommendation in this report frees up room in the City's Liability Servicing Limit and keeps our debt capacity amounts current.

RESPECTFULLY SUBMITTED:



Kris Dalio, Director of Finance

APPROVED:



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