

**TEMPORARY BORROWING BY-LAW FOR WORKS**

**Recommendation**

The Deputy City Manager/Commissioner of Finance & Corporate Services in consultation with the Director of Reserves & Investments recommends:

That Council enact a Temporary Borrowing By-law for Works for an amount up to \$100,000,000 from the City's corporate bank of record.

**Economic Impact**

There is no cost to have this temporary borrowing available to the City; however, there would be an economic impact to the extent of interest carrying costs on amounts borrowed.

**Communications Plan**

Not applicable.

**Purpose**

To obtain Council approval to allow the City of Vaughan to temporarily borrow funds.

**Background - Analysis and Options**

Section 405 of the Municipal Act states:

- “(i) A municipality may authorize temporary borrowing to meet expenditures made in connection with a work to be financed in whole or in part by the issue of debentures if,
- (b) the municipality is a lower tier municipality in a regional municipality and it has approved the work and the upper tier municipality has approved the issue of debentures for the work.

The Municipal Act defines work as an undertaking, project, scheme, act, matter or thing. A temporary borrowing by-law for work is recommended for unforeseen circumstances. The temporary borrowing by-law authorizes the City Treasurer from time to time as conditions may warrant to borrow for works from the City's corporate bank as may be deemed necessary within the provisions of Section 405 of the Municipal Act up to \$100,000,000.

**Relationship to Vaughan Vision 2020**

This report is consistent with the priorities previously set by Council particularly: Management Excellence – Ensure Financial Stability.

**Regional Implications**

This report as written has no regional implications.

**Conclusion**

Council authorize the City Treasurer from time to time as conditions may warrant to borrow for works from the corporate bank of record, amount not exceeding \$100,000,000 as may be deemed necessary within the provisions of Section 405(1) of the Municipal Act.

**Attachments**

None

**Report prepared by:**

Ferrucio Castellarin, CGA  
Director of Reserves & Investments  
Ext. 8271

Respectfully submitted,

---

Clayton D. Harris, CA  
Deputy City Manager/  
Commissioner of Finance & Corporate Services