

## BYLAW NO. 5622

### OPERATING LINE OF CREDIT BORROWING BYLAW, 2020 (1)

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#### THE MUNICIPAL COUNCIL OF THE CITY OF MOOSE JAW ENACTS AS FOLLOWS:

##### **Purpose**

- 1 The purpose of this Bylaw is to authorize the borrowing of money for the purpose of activating an Operating Line of Credit which is approved by City Council.

##### **Authority**

- 2 The authority for this Bylaw is *The Cities Act* and in particular Part IX, Divisions 5, 6 and 7 of the Act.

##### **Definitions**

- 3 In this Bylaw, in any supplemental or amending Bylaws, and in any schedules attached hereto, the following words and terms shall have the following meaning unless there is something in the subject matter or context inconsistent herewith:
  - (a) the term "**City Council**" means the elected officials of the City of Moose Jaw;
  - (b) the term "**City Manager**" means the person appointed as the City Manager pursuant to Bylaw No. 5175, the City Administration Bylaw, and includes his/her duly authorized representative or designate;
  - (c) the term "**Director of Financial Services**" means the person appointed as the Director of Financial Services pursuant to Bylaw No. 5175, the City Administration Bylaw or his/her duly authorized representative or designate.

##### **Debt Limit**

- 4
  - (a) The City received approval of its long-term debt limit of Ninety-Five Million Dollars (\$95,000,000) granted by the Saskatchewan Municipal Board on October 4, 2019.
  - (b) The City's total outstanding debt including guarantees and the debt authorized pursuant to this Bylaw results in debt that is below the debt limit established by the Saskatchewan Municipal Board.

### **Authorization and amount to be borrowed**

- 5 Subject to the terms and conditions set forth in this Bylaw, the Municipal Corporation of the City of Moose Jaw is hereby authorized to borrow the principal sum of up to 15 Million Dollars (\$15,000,000) for the purposes set forth herein.

### **Purpose of borrowing**

- 6 The money borrowed pursuant to section 5 shall be used for the purpose of funding the City of Moose Jaw's Cash Flow requirements for Operating and Capital Budgets which is approved by City Council.

### **Terms and conditions of borrowing**

- 7 The Director of Financial Services is authorized to negotiate on behalf of the City of Moose Jaw, the terms and conditions associated with the borrowing referred to in section 5 subject to the following limitations:
  - (a) The amortization period shall not exceed fifteen (15) years;
  - (b) The annual interest rate shall not exceed Scotiabank Prime minus 0.75%;
  - (c) The repayment schedule shall be structured to provide for repayment based on a preset pool bank account balance to minimize interest costs.

### **Source of funding**

- 8 The source of funding for repayment will be from the Operating and Capital Fund cash flows and/or Municipal Taxation.

### **Execution of documents and reporting**

- 9 (a) The Director of Financial Services is authorized to approve and enter into all necessary documents and agreements necessarily incidental to the operation of this Bylaw on behalf of the City of Moose Jaw.
  - (b) The City Clerk is authorized to affix the City's seal to all documents and papers required by subsection (a).
  - (c) The Director of Financial Services shall, on a quarterly basis, report to the City Manager respecting all transactions made on behalf of the City of Moose Jaw pursuant to the authority of this Bylaw,

together with the balance and status of the borrowing provided for herein.

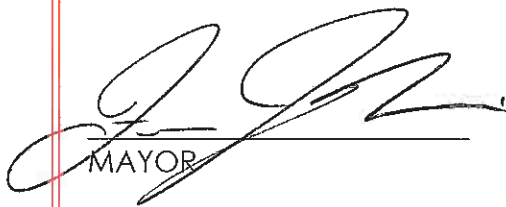
**Coming into Force**

10 This Bylaw shall come into force upon passage.

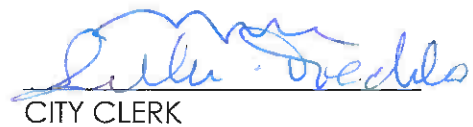
READ A FIRST TIME the 11<sup>th</sup> day of May, 2020.

READ A SECOND TIME the 11<sup>th</sup> day of May, 2020.

READ A THIRD TIME AND PASSED the 25<sup>th</sup> day of May, 2020.



MAYOR



CITY CLERK