



REPORT

Council

Meeting Date: 2022-08-09

FROM: Finance Department

DATE: July 26, 2022

SUBJECT: **By-law 2022-067 – A By-law to authorize Capital Works to be funded in years beyond the term of Council**

LOCATION:

WARD: Town-wide Page 1

RECOMMENDATION:

That By-law 2022-067, a by-law authorizing Capital Works to be funded in years beyond the term of Council, be passed.

KEY FACTS:

The following are key points for consideration with respect to this report:

- Long-term financial commitments have been previously approved through the Capital Budget process or by resolution of Council
- Passage of an authorizing by-law secures funding of those approved financial commitments that extend beyond the term of this Council.

BACKGROUND:

Council has previously approved long-term financial commitments through the capital budget process or by resolution. Passage of By-law 2022-067, referenced as Appendix A, secures funding of those financial commitments that extend beyond the current term of council.

COMMENT/OPTIONS:

Sections 290 and 291 of the Municipal Act, 2001 (the Act), provide for the preparation of yearly and multi-year budgets. And further, in the case of a multi-year budget that the second and subsequent years be readopted. Therefore, a subsequent council may change the direction or rescind approved funding of multi-year capital projects for those years that extend beyond the current term.

In addition, the issuance of debentures for debt financing is authorized by by-law in accordance with section 408 of the Act. Therefore, an on-going capital project for

which debt financing will be required in a year subsequent to a term of council will need to be authorized by by-law to secure that funding in a future term. The inclusion of an updated debt limit referenced as Appendix B, is consistent with O. Reg. 403/02 which requires the Treasurer to update the town’s debt limit schedule before authorizing any specific work or class of work, or any increase in expenditure for a previously authorized specific work or class of work that would require long-term debt or financial obligation. The update reflects the addition of the value of that portion of a multi-year project extending beyond the current term of Council for financing needs in a subsequent council term. The following table summarizes previously approved capital projects, their total projected cost and the portion of that cost that will not be completed by the end of this council’s term for which approval of By-law 2022-067 is requested:

PROJECT	PROJECT COST	COMMITMENT BEYOND 2022
46602104 North Park - Community Centre and Library	86,522,000	5,948,000
71102401 North Park Library Collections	2,418,700	2,418,700
53311705 Burloak Dr Grade Separation w/AT - Harvester Rd to PW D	16,565,750	16,527,000
52212010 Bronte Green (Merton) Parks and NHS Trails	4,933,000	1,941,500
52212502 Neighbourhood Park 9 (Emgo/Crystal)	3,371,900	3,371,900
52232203 Emgo NHS Trails	554,100	554,100
52222103 Martillac Estates Village Square	569,100	569,100
52222301 Graydon Banning Village Square	836,400	836,400
52232404 Graydon Banning NHS Trail	339,800	339,800
TOTAL	\$ 116,110,750	\$ 32,506,500

CONSIDERATIONS:

(A) PUBLIC
N/A

(B) FINANCIAL
Council has previously approved long-term financial commitments through the capital budget process or by resolution.

(C) IMPACT ON OTHER DEPARTMENTS & USERS
N/A

(D) CORPORATE STRATEGIC GOALS
This report addresses the corporate strategic goal(s) to:

- Be accountable in everything we do
- Be fiscally sustainable

(E) CLIMATE CHANGE/ACTION
N/A

APPENDICES:

Appendix A – By-law 2022-067

Appendix B – Updated Annual Repayment Limit

Prepared by:

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Manager – Development Financing & Investments

Recommended by:

Jonathan van der Heiden

Deputy Treasurer and Director of Finance

Submitted by:

Nancy Sully, CPA, CMA

Commissioner – Corporate Services and Treasurer