

**TO: Mayor Caul and Members of Council**

**FROM: Dawn Galusha, Treasurer**

**DATE: January 4, 2022**

**SUBJECT: 2022 Temporary Borrowing to Meet Current Expenditures**

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### **BACKGROUND**

Section 407 of the Municipal Act authorizes the Town to provide for temporary borrowing, until taxes are collected and other revenue is received, of the amounts that the municipality considers necessary to meet the current expenditures of the municipality for the year. Pursuant to the Act, the total amount borrowed at any one time plus any outstanding principal borrowed and accrued interest shall not exceed 50 per cent of the total estimated revenues of the municipality from January 1 to September 30 and 25 per cent of the total estimated revenues of the municipality from October 1 to December 31 for the year.

Attached is the CIBC required documentation for borrowing for the 2022 fiscal year. An authorizing by-law must be passed.

### **RECOMMENDATION**

The Administration & Finance Executive Committee recommends that Council authorize the preparation of a by-law for temporary borrowing in the amount of \$4,000,000 to meet 2022 expenditures.

<p><b>Council Approval of This Report Will Agree</b> to the recommendation of the Administration and Finance Executive Committee to authorize the preparation of an authorizing By-Law for temporary borrowing in the amount of \$4,000,000 to meet 2022 expenditures.</p>
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