



CITY OF RICHMOND

REPORT TO COUNCIL

TO: Richmond City Council

DATE: May 18, 2000

FROM: Gavin Julius
Manager - Treasury

FILE: -

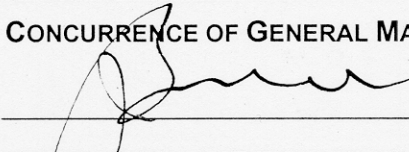
RE: Authorisation to establish an Overdraft Facility with Scotiabank

STAFF RECOMMENDATION

That the Mayor and City Clerk be authorised to execute the Special Resolution Agreement with the Bank of Nova Scotia to allow for a maximum of a \$ 3 million overdraft limit.

Gavin Julius
Manager - Treasury

Att. 1

FOR ORIGINATING DIVISION USE ONLY	
	CONCURRENCE OF GENERAL MANAGER 

ORIGIN

A Request for Proposal for banking services was sent out in November 1999. Staff took the initiative to request an overdraft facility of 3 million dollars as part of the banking services agreement.

Council approved the appointment of The Bank of Nova Scotia (Scotiabank) on February 21, 2000, as the new banking partners for the City of Richmond ("City") for a period of three years and three months.

The overdraft facility has been granted and is subject to compliance of a Special Resolution authorising the utilisation of this facility.

ANALYSIS

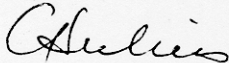
The overdraft would be utilised to cover the unforeseen shortfall in the daily cash requirements of City operations.

FINANCIAL IMPACT

None

CONCLUSION

That the Special Resolution be accepted and adopted.



Gavin Julius
Manager - Treasury

GJ:gj

SPECIAL RESOLUTION

WHEREAS the City Council of the City of Richmond (the "Corporation") deems it necessary to borrow the sum of three million dollars (\$3,000,000.00).

BE IT THEREFORE ENACTED as a Special Resolution as follows:

1. The City of Richmond is hereby authorised to borrow on behalf of the Corporation from THE BANK OF NOVA SCOTIA (the "Bank") from time to time by way of promissory note or a sum or sums not exceeding at any one time three million dollars (\$ 3, 000,000.00).
2. The Mayor and City Clerk are hereby authorised to sign on behalf of the Corporation and to furnish to the Bank from time to time a promissory note or notes sealed with the corporate seal for the sum or sums to be borrowed with interest at such rate as the Bank may from time to time determine.
3. The Mayor and City Clerk are hereby authorised and directed to apply in payment of all sums borrowed from the Bank, with interest thereon, all of the moneys hereafter collected or received on account or realised in respect of the taxes levied for the current year and for any preceding years and all of the moneys collected or received from any other source.

CERTIFICATE

I hereby certify that the foregoing is a true copy of the Special Resolution of the Corporation of The City of Richmond, duly passed at a meeting of the Council of the said Corporation duly held on the 16th day of May 2000, that the said Special Resolution is under the seal of the said corporation and is signed by its proper officers as required by law and that the said Special Resolution is in full force and effect.

Dated this _____ day of _____, 2000.

Sign _____

Sign _____

Title _____

Title _____

Corporate Seal