



City of Richmond

Report to Committee

To: General Purposes Committee

Date: December 5, 2013

From: Jerry Chong
Director, Finance

File: 03-0900-01/2013-Vol
01

Re: **Municipal Security Issuing Resolution**

Staff Recommendation

That:

1. Borrowing the amount of \$50,815,000 from the Municipal Finance Authority of British Columbia, as part of the 2014 Spring Borrowing Session, as authorized through Integrated Older Adults' Centre, Aquatic Centre and Minoru Pavilion Loan Authorization Bylaw No. 9075 be approved; and
2. Metro Vancouver be requested to consent to the City's borrowing over a 10 year term and include the borrowing in their Security Issuing Bylaw.

Jerry Chong
Director, Finance
(604-276-4064)

REPORT CONCURRENCE		
ROUTED TO:	CONCURRENCE	CONCURRENCE OF GENERAL MANAGER
City Clerk	<input checked="" type="checkbox"/>	
REVIEWED BY STAFF REPORT / AGENDA REVIEW SUBCOMMITTEE	INITIALS: 	APPROVED BY CAO / DEPUTY:

Staff Report

Origin

On November 25, 2013, City Council adopted the Integrated Older Adults' Centre, Aquatic Centre and Minoru Pavilion Loan Authorization Bylaw No. 9075 for the amount of \$50,815,000.

This report seeks Council's approval for the City to proceed with the borrowing process with the Municipal Finance Authority (MFA). In addition, since Metro Vancouver and the City have joint and several obligations on all long term borrowing undertaken by the City, the City must also obtain consent from Metro Vancouver through Metro Vancouver's Security Issuing Bylaw.

Analysis

The following summarizes the steps that have been completed to date and the steps that are to be undertaken for the City's long term debt borrowing:

Completion Date	Steps
November 12, 2013	Loan Authorization Bylaw No. 9075 received first, second and third readings from Council
November 20, 2013	Statutory approval received from the Deputy Inspector of Municipalities for Loan Authorization Bylaw No. 9075
November 25, 2013	Loan Authorization Bylaw No. 9075 adopted by Council
December 25, 2013	Expiration of one month quashing period
December 27, 2013	City's application of the Certificate of Approval to be sent to the Ministry
By January 3, 2014	Certificate of Approval to be received from the Deputy Inspector of Municipalities for the adopted Loan Authorization Bylaw No. 9075

In order to proceed with the upcoming MFA 2014 Spring borrowing, the following Municipal Security Issuing Resolution and Agreement needs to be passed by Council and be forwarded to both the MFA and Metro Vancouver. Therefore, staff recommend that the following be approved:

1. Borrowing the amount of \$50,815,000 from the Municipal Finance Authority of British Columbia, as part of the 2014 Spring Borrowing Session, as authorized through Integrated Older Adults' Centre, Aquatic Centre and Minoru Pavilion Loan Authorization Bylaw No. 9075 be approved; and
2. Metro Vancouver be requested to consent to the City's borrowing over a 10 year term and include the borrowing in their Security Issuing Bylaw.

Once the above is approved by Council, staff will forward the necessary information package to Metro Vancouver for the City's loan request to be included in Metro Vancouver's Security

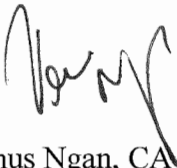
Issuing Bylaw. Metro Vancouver's board meetings for the Security Issuing Bylaw, which will include loan requests of all municipalities in the Greater Vancouver region, will take place between February and March 2014. Upon final approval by the Inspector of Municipalities of Metro Vancouver's Security Issuing Bylaw, the loan request will be forwarded to MFA for consideration by March 2014. The net amount of the City's loan request (i.e. \$50,000,000) is expected to be received from the MFA by April 2014.

Financial Impact

None.

Conclusion

That Council approves the staff recommendation in order to allow the City to obtain consent from Metro Vancouver and to proceed with a 10-year \$50,815,000 loan request from the MFA, as authorized through Integrated Older Adults' Centre, Aquatic Centre and Minoru Pavilion Loan Authorization Bylaw No. 9075.



Venus Ngan, CA
Manager, Treasury and Financial Services
(604-276-4217)