

To: Mayor and Members of Council

January 9, 2012

Re: Debenture Execution

### **Background**

The Town passed a motion at the April 18<sup>th</sup>, 2011 Council meeting to apply to the Saskatchewan Municipal Board (SMB) for approval to borrow \$4,136,000 by way of debenture to fund the Waste Water Expansion Project.

The Town received approval on December 8, 2011 for the borrowing.

### **Discussion**

Council passed a bylaw to incur the debt by debenture on December 21, 2011. The Saskatchewan Municipal Board has approved that bylaw and has printed the Debenture, which now has to be reviewed and executed by the Town. Once this is executed by the Town it will be sent to SMB for execution and then forwarded to the Municipal Financing Corporation (MFC) of Saskatchewan. MFC will then issue the funds to the Town.

### **Budget Implications**

The authorization fee for the Debenture is \$5,000, and form fees of \$200 plus \$10 GST for a total of \$5,210. This amount has to be remitted to the Saskatchewan Municipal Board when the Debenture is returned to them for execution.

### **Conclusion**

The purpose of this report is to request authorization for the Mayor and Town Manager to execute the Debenture.

### **Recommendation**

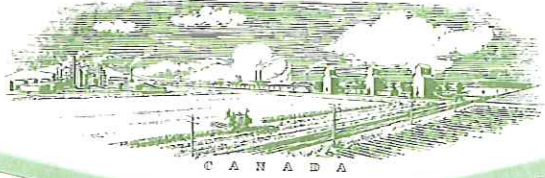
Administration recommends Council pass the following motion:

"THAT the Mayor and Town Manager be authorized to execute the Debenture for \$4,136,00.

Respectfully submitted,



Shauna Bzdel,  
Town Manager



NUMBER

DOLLARS

1

\$4,136,200.00

TOWN OF WHITE CITY  
IN THE PROVINCE OF SASKATCHEWAN  
DEBENTURE

Under the authority of *The Municipalities Act*, and Bylaw No. 556-11 of the Town of White City passed on the 21<sup>st</sup> day of December, 2011, the said Town promises to pay the bearer at the principal office of the Royal Bank of Canada in the City of Regina, Saskatchewan, in Canada, in the amount of \*\*\*FOUR MILLION ONE HUNDRED THIRTY-SIX THOUSAND AND TWO HUNDRED\*\*\* dollars of lawful money of Canada with interest at the rate of 3.20% per annum in ten consecutive annual instalments according to the terms of the several coupons hereto attached and upon presentation and surrender thereof as the same respectively become due.

DATED the 1<sup>st</sup> day of October, 2011.

(CORPORATE SEAL)

\_\_\_\_\_  
Mayor

Issue Authorized

\_\_\_\_\_  
Administrator

THE SASKATCHEWAN MUNICIPAL BOARD

(SMB SEAL)

\_\_\_\_\_  
Chairman

Registered in the Securities  
Register as No. \_\_\_\_\_  
under Bylaw No. 556-11  
this \_\_\_\_\_ day  
of \_\_\_\_\_, 20 .

\_\_\_\_\_  
Administrator

