



SIoux LOOKOUT Hub of the North

REPORT

MEETING TYPE: Regular Council Meeting

To:	Mayor and Council
From:	Carly Collins - Treasurer
Date:	August 14, 2024
Subject:	Authorization the borrowing to Ontario Infrastructure and Lands Corporation
Report No.:	2024-261

TITLE: Authorization the borrowing to Ontario Infrastructure and Lands Corporation

RECOMMENDATION:

THAT Council authorizes the passing of By-law No. 71-24, Being a By-law of The Corporation of the Municipality of Sioux Lookout to authorize the borrowing upon serial debentures in the principal amount of \$610,932 towards the cost of the Wellington Street and First Avenue Infrastructure Project; and further,

THAT Council authorizes the passing of By-law No. 72-24, Being a By-law of the Corporation of the Municipality of Sioux Lookout to authorize the borrowing upon serial debentures in the principal amount of \$865,306 towards the cost of the Eighth Avenue Infrastructure Project.

PURPOSE:

The purpose of this report to authorize By-law's 71-24 and 72-24 to complete the borrowing financing with OILC.

BACKGROUND:

At the February 2024 Regular Council Meeting, Staff requested approval from Council to submit an application to OILC to borrow funds for both the Wellington Street and First Avenue Project and Eighth Avenue Infrastructure Project.

Staff has submitted the application and now require Council to approve the full debenture.

DISCUSSION:

In order to have the borrowing executed, OILC requires that by-laws must be passed to enter into the agreements.

The borrowing agreement is as follow:

1. Rate of 4.37% - Serial Debenture over 25 years for both debentures.

RELATIONSHIP TO THE STRATEGIC PLAN:

Operational Excellence

FINANCIAL IMPLICATIONS:

The Wellington and First Avenue debenture required is \$610,932, at which the payments will be covered through taxation.

The Eighth Avenue debenture required is \$865,306, at which the payments will be covered 75% through taxation and 25% through user fees.

Both debentures were placed in the 2024 Budget with an estimated 5% interest rate. The Municipality was able to secure 4.37% interest rate, which will be a savings in the 2024 Budget.

ATTACHMENTS:

1. [Debenture Bylaw - Sioux Lookout \(FA 1904\).pdf](#)
2. [Debenture Bylaw - Sioux Lookout \(FA 1900\).pdf](#)

Written By:
Carly Collins, Treasurer

Approved By:
Brian P. MacKinnon, CAO/Municipal Clerk