

**THE CITY OF CALGARY**  
**TABULATION OF BYLAW**  
**TO BE PRESENTED TO THE COUNCIL OF THE CITY OF CALGARY**  
**ON MONDAY, 2020 JULY 20**

**BORROWING BYLAW INFORMATION**

Bylaws	- 19M2020 to amend 7B2018 by increasing borrowing authority;
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Borrowing Authority	- \$600,000,000
Term	- 1 year
Type of Borrowing	- Operating expenditures
Statutory References	- Municipal Government Act – Sections No.
Borrowing Authorization	- 251 & 256
Amendment & Repeal	- 191
Passing a bylaw	- 187

Enabling a borrowing

Section 251(1) A municipality may only make a borrowing if the borrowing is authorized by a borrowing bylaw.

(2) A borrowing bylaw must set out

- (a) the amount of money to be borrowed and, in general terms, the purpose for which the money is borrowed;
- (b) the maximum rate of interest, the term and the terms of repayment of the borrowing;
- (c) the source or sources of money to be used to pay the principal and interest owing under the borrowing.

Purpose of a borrowing

Section 256(1) applies to a borrowing made for the purpose of financing operating expenditures. The amount to be borrowed together with the unpaid principal for other borrowings made for the purpose of financing operating expenditures, must not exceed the amount the municipality estimates will be raised in taxes in the year the borrowing is made. The term of the borrowing does not exceed 3 years and will not require advertising.

Passing a bylaw:

Section 187 stipulates every proposed bylaw must have 3 distinct and separate readings. The readings of a bylaw must follow the legislated procedures set out in the MGA.

Amendment and repeal:

Section 191(1) The power to pass a bylaw under this or any other enactment includes a power to amend or repeal the bylaw.

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**PROGRAM INFORMATION**

Council's Authorizing Documents

- Approved recommendations surrounding 2020 Tax Payment Deferrals at April 6, 2020 Council Meeting

**AFFIRMATIVE VOTES REQUIRED**

- Majority of members present

**ADMINISTRATIVE COMMENTS**

Bylaw 19M2020 is required to amend bylaw 7B2018 by increasing the borrowing authority to \$600 million to ensure sufficient cash flows during the current state of emergency and associated payment deferrals.

On 2018 Dec 17 Council gave three readings to Bylaw 7B2018

**FINANCIAL CAPACITY**

Pursuant to MGA section 252 and the associated regulations, The City cannot make a borrowing if the borrowing will cause the municipality to exceed its debt limit. The proposed Bylaw increases authority and consequently has minimal impact on MGA debt limits.

**RECOMMENDATION**

That Council give Bylaw 19M2020 three readings.

**ATTACHMENT**

1. Bylaw 19M2020