

PROPOSED

C2020-0435
ATTACHMENT 1

BYLAW NUMBER 19M2020

**BEING A BYLAW TO AUTHORIZE
THE CITY OF CALGARY
TO BORROW UP TO SIX HUNDRED
MILLION DOLLARS (\$600,000,000)
TO FINANCE OPERATING EXPENDITURES OF
THE MUNICIPALITY FOR 2020, 2021 AND 2022

WHEREAS Sections 251 and 256 of the Municipal Government Act RSA 2000 c M-26 allow a municipality to borrow sums for the purpose of financing operating expenditures of the municipality;

AND WHEREAS the Council of The City of Calgary ("**Council**") has adopted a four-year budgeting cycle for 2019 to 2022 and has decided to set up an operating borrowing authority for the same period;

AND WHEREAS the amount of taxes to be levied for each of the fiscal years 2019, 2020, 2021 and 2022 (the "**Four Year Period**") by The City of Calgary ("**The City**") for all purposes is estimated to be not less than one billion dollars (\$1,000,000,000);

AND WHEREAS Council deems it necessary to borrow up to six hundred million dollars (\$600,000,000) to finance its operating expenditures for the Four-Year Period;

AND WHEREAS the borrowing authority under this Bylaw will be effective to December 31, 2022;

AND WHEREAS the maximum outstanding amount of the borrowings made under the authority of this Bylaw at any time during the Four-Year Period are not to exceed six hundred million dollars (\$600,000,000).

NOW THEREFORE, THE MUNICIPAL COUNCIL OF THE CITY OF CALGARY, DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. The proper officers of The City are hereby authorized to borrow through or from a chartered bank or by sale of promissory notes in the capital markets such sums as are necessary to finance operating expenditures of The City in 2020, 2021 and 2022, provided that:
 - a. the aggregate amount borrowed under the authority of this Bylaw at any given time shall not exceed six hundred million dollars (\$600,000,000); and
 - b. any amount to be borrowed under authority of this Bylaw from time to time, together with the then unpaid principal of any other borrowings of The City made for the purpose of financial operating expenditures, shall not exceed the amount estimated to be raised in taxes in the year in which the borrowing is made.
2. The indebtedness shall be payable in lawful money of Canada and bear interest at a rate not exceeding the rate fixed by, in each case, the lender on the date of the borrowing, up to a maximum rate of 5%.

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3. The borrowing authority shall be for the Three-Year Period and the term of any individual borrowing made under the authority of this Bylaw shall not exceed one year from the date of such borrowing.
4. The indebtedness shall be a general obligation of The City to be repaid by revenue derived from the collection of municipal taxes raised in the year the borrowing is made.
5. This Bylaw shall come into force on the date it is passed.

READ A FIRST TIME ON _____

READ A SECOND TIME ON _____

READ A THIRD TIME ON _____

MAYOR

SIGNED ON _____

CITY CLERK

SIGNED ON _____