

To: Warden and Members of County Council

From: Director of Corporate Services

OILC Debenture Issues – County

RECOMMENDATIONS

1. That By-law No. 6336-2021 being a by-law to authorize the borrowing by issuing debentures, for a term of 10 years, in the amount of \$3,250,000.00, for the purposes of the County of Oxford, be presented to Council for enactment;
2. And further, that By-law No. 6337-2021, being a by-law to authorize the borrowing by issuing debentures, for a term of 20 years, in the amount of \$718,436.00, for the purposes of the County of Oxford, be presented to Council for enactment.

REPORT HIGHLIGHTS

- Capital projects costs to be financed by Ontario Infrastructure and Lands Corporation (OILC) debentures for the County of Oxford in the amount of \$3,968,436
- Debenture date – May 3, 2021

Implementation Points

Offers to purchase debentures have been received from OILC for completed or substantially completed projects previously approved by agreements between the County and OILC. Interest rates were locked down one week prior to consideration of the by-laws in order for the debenture sale to take place on May 3, 2021. The installment payments will occur every six months following the debenture issues, beginning November 3, 2021.

Financial Impact







The County Treasurer has updated the County's Annual Debt Repayment Limit to ensure the addition of this debt does not exceed the County's borrowing limit as prescribed by the Ministry of Municipal Affairs and Housing.

The annual debt repayment obligations have been reflected in the County's 2021 approved budget and projected in the long-term budget forecast.

Communications

There are no communications requirements associated with the recommendations contained in this report.

Strategic Plan (2015-2018)

					
WORKS WELL TOGETHER	WELL CONNECTED	SHAPES THE FUTURE	INFORMS & ENGAGES	PERFORMS & DELIVERS	POSITIVE IMPACT
		3.iii.			

DISCUSSION

Background

The County's capital projects to be financed by OILC debentures were previously authorized for OILC financing by the passing of County of Oxford Budget By-laws No. 6083-2019, 6192-2020, and 6298-2021; and Report No. PW 2020-49.

Comments

OILC has approved applications for financing certain capital projects that are now complete, or substantially complete, therefore debenture offers have been accepted as follows:

County Capital Projects	Term	Interest Rate	Amount to be Financed
Tavistock Lagoon Biosolids Cleanout	10 years	2.02%	\$3,250,000
Solar Net Metering - 174 Lisgar Ave Tillsonburg			177,111
Solar Net Metering - WFL Ingersoll			270,229
Solar Net Metering - WFL Tillsonburg			271,096
	20 years	2.69%	\$718,436

Conclusions

Enacting the subject debenture by-laws will allow the necessary legal documents to be executed and secure long-term financing for these capital projects on May 3, 2021.

SIGNATURES

Departmental Approval:

Original signed by

Lynn S. Buchner, CPA, CGA
Director of Corporate Services

Approved for submission:

Original signed by

Michael Duben, B.A., LL.B.
Chief Administrative Officer