

**To:** Warden and Members of County Council

**From:** Director of Corporate Services

## **OILC Debenture Issues – Woodstock**

### **RECOMMENDATIONS**

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1. That By-law No. 6388-2021, being a by-law to authorize the borrowing by issuing debentures, for a term of 10 years, in the amount of \$600,000.00, for the purposes of the City of Woodstock, be presented to Council for enactment;
2. And further, that By-law No. 6389-2021, being a by-law to authorize the borrowing by issuing debentures, for a term of 20 years, in the amount of \$775,000.00, for the purposes of the City of Woodstock, be presented to Council for enactment.

### **REPORT HIGHLIGHTS**

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- Capital projects costs to be financed by Ontario Infrastructure and Lands Corporation (OILC) debentures for the City of Woodstock in the amount of \$1,375,000
- Debenture date – December 1, 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 December 1, 2021. The installment payments will occur every six months following the debenture issues, beginning June 1, 2022.







### **Financial Impact**

The County and the City's Treasurers have updated their respective Annual Debt Repayment Limits to ensure the addition of this debt does not exceed the County and the City's borrowing limits as prescribed by the Ministry of Municipal Affairs and Housing.

### **Communications**

The City will be invoiced semi-annually for the debt obligation payments as set out in the debenture by-laws.

## Strategic Plan (2020-2022)

					
<b>WORKS WELL TOGETHER</b>	<b>WELL CONNECTED</b>	<b>SHAPES THE FUTURE</b>	<b>INFORMS &amp; ENGAGES</b>	<b>PERFORMS &amp; DELIVERS</b>	<b>POSITIVE IMPACT</b>
		3.iii.			

## DISCUSSION

### Background

The City of Woodstock's capital projects to be financed by OILC debentures were previously authorized for OILC financing by the passing of County By-law No. 6360-2021, dated August 11, 2021; and City of Woodstock By-law No. 9476-21, dated August 12, 2021.

### 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:

Woodstock Capital Projects	Term	Interest Rate	Amount to be Financed
Drew Street Reconstruction			\$130,000
Juliana Drive Reconstruction			470,000
	<b>10 years</b>	<b>2.42%</b>	<b>600,000</b>
Purchase 486-488 Dundas Street			775,000
	<b>20 years</b>	<b>2.91%</b>	<b>775,000</b>
			<b>\$1,375,000</b>

## **Conclusions**

Debenture by-laws are required to authorize the necessary legal documents to be executed and secure long-term financing on December 1, 2021 for the capital projects referenced in this report.

## **SIGNATURES**

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### **Departmental Approval:**

Original signed by

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

### **Approved for submission:**

Original signed by

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