



**City of Lloydminster  
Request for Decision (RFD)**

**Subject Matter: Bylaw No. 22-2023 Operating Line of Credit**

**Department: Chief Financial Officer**

Presented By: Denise MacDonald

**Council Meeting Date: July 17, 2023**

**Recommendation:**

1. That Council grant first reading to Bylaw No. 22-2023 Operating Line of Credit.
2. That Council grant second reading to Bylaw No. 22-2023 Operating Line of Credit.
3. That Council unanimously consent to consider Bylaw No. 22-2023 Operating Line of Credit, for a third and final reading.
4. That Council grant third and final reading to Bylaw No. 22-2023 Operating Line of Credit.

**Issue:** Administration recommends adjusting the maximum Operating Line of Credit from eight million dollars (\$8,000,000) to five million dollars (\$5,000,000).

**Background:** The new Operating Line of Credit complies with Section 199(2) of *The Lloydminster Charter* which states:

*S199(2) The amount to be borrowed, together with the unpaid principal of other borrowings made for the purpose of financing operational expenditures, must not exceed the amount the City estimates will be raised in taxes in the year of borrowing is made.*

Advertising of the Bylaw is not required as long as the term is under 3 years.

Approving Bylaw No. 22-2023 Operating Line of Credit will ensure that the requirements as set out by *The Lloydminster Charter* and the authorized financial institution are met.

**Options:**

1. That Council approves all motions as indicated in the Recommendation above.
2. That Council only grants the first reading to Bylaw No. 22-2023 Operating Line of Credit Bylaw and direct Administration to bring it back for second and third readings at a future Regular Council Meeting for decision.
3. That Council request further information and that the item be brought forward to a future Regular Council Meeting for decision.

**Alignment with Strategic Plan:** This item is in alignment with the following strategic area: Delivering Good Governance. Establishing an Operating Line of Credit in the amount of five million dollars (\$5,000,000) will provide security to ensure the City can meet its commitments in the event that there is not sufficient cash flow to meet service delivery requirements.



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**Legal Review:** N/A

**Governance Implications:** If Council grants the final reading to Bylaw No. 22-2023, Bylaw No. 07-2022 Operating Line of Credit Bylaw shall be repealed.

**Budget/Financial Implications:** Administration shall only use the Operational Line of Credit as necessary to meet short-term cash flow needs.

**Environmental Implications:** N/A

**Report Approval Details**

Document Title:	Bylaw No. 22-2023 Operating Line of Credit.docx
Attachments:	- 2023-07-17 Bylaw No. 22-2023 - Operating Line of Credit.docx
Final Approval Date:	Jul 10, 2023

This report and all of its attachments were approved and signed as outlined below:

Denise MacDonald

Doug Rodwell

Dion Pollard