

# Debt Limits & Borrowing



**SUMA CONVENTION:**  
**BREAKOUT SESSION**

FEBRUARY 4TH, 2014

**PRESENTED BY:** LISE GAREAU &  
KYLE E. DERRICK –  
SASKATCHEWAN MUNICIPAL  
BOARD (SMB)

# Expectations

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- What do you want to get out of this session?
- What do you want to know or learn about?



# Agenda

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- Saskatchewan Municipal Board
  - About us and why are we here?
- Legislation & the SMB
  - Municipal Board Act
- Debt Limits & Analysis Process
- Borrowing Applications & Analysis Process
- Borrowing Application Tips
- Q & A

# Saskatchewan Municipal Board

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- **About us**
  - Strategic plan
  - Issues : volume of applications and delays
  - Process reviews & resource development
  - Online applications/website
- **Why is the SMB here? To Build Relationship.**



# Legislation & SMB

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## Debt Applications:

- Section 23: Municipal Board Act
  - Make decisions on applications
  - Consider and take into account factors (a) through (j)

## Factors:

- a) Borrowing period vs. lifetime of work
- b) Provincial or other financial assistance

# Legislation & SMB

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*Factors continued:*

- c) Economic and assessment bases
- d) Impact on total financial position
- e) Impact on revenue demands and taxation
- f) Level of services impact on ability to repay
- g) Outstanding long-term commitments

# Legislation & SMB

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*Factors continued:*

- h) Nature, necessity and priority of work
- i) Impact on operations & maintenance costs
- j) Any other matters relative to ability to assume liability



# Debt Limits & Analysis Process

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## City Debt Limits

- SMB provides support & expertise
- SMB conducts due diligence assessing many factors



# Borrowing Applications & Analysis Process

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- City Debt Limits vs. Borrowing Applications
- Borrowing Applications go through similar due diligence process

# Borrowing Application Tips

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- Sufficient Public Notice
- Ask Us To Review Your Resolution Prior
- Provide Payment Schedule
- Provide In-Depth Repayment Plan
- Provide Appropriate Permits
- Provide Financial Documentation

# SMB Financial Analyst Contact Info.

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# Questions

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