Debt Limits & Borrowing

SUMA CONVENTION: BREAKOUT SESSION
FEBRUARY 4TH, 2014

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

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

- 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
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.
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
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

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

City Debt Limits

- SMB provides support & expertise
- SMB conducts due diligence assessing many factors
Borrowing Applications & Analysis Process

- City Debt Limits vs. Borrowing Applications

- Borrowing Applications go through similar due diligence process
Borrowing Application Tips

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