



TOWN OF STRATFORD RESOLUTION

No. FT011-2020 – Town of Stratford Line of Credit Increase

Motion Carried ✓
Motion Lost
Motion Withdrawn

Council Chambers
Town Hall
April 8, 2020

Committee Finance & Technology Committee
Moved by Gail MacDonald
Seconded by Derek Smith

WHEREAS the Town of Stratford currently has a line of credit of \$750,000 with the Provincial Credit Union; and

WHEREAS the construction of the Emergency Services Facility is complete, and the payout of the holdback release on the facility will exceed the line of credit; and

WHEREAS the Town is waiting for the receipt of government funding towards the facility for energy efficiency (gas tax funding) and the capital expenditure HST rebate (Municipal Capital Expenditure Grant) and therefore needs to extend the line of credit from \$750,000 to \$1,250,000 until June 30, 2020; and

WHEREAS the increase to the line of credit is \$500,000 is within the 10% capital debt threshold of the Town of Stratford. The current borrowing limits for the Town of Stratford based on our total assessed tax base ($\$829,534,696 \times 10\% = \$82,953,469$) of which we are using \$8,839,771 as of March 31, 2019; and

BE IT RESOLVED that the line of credit for the Town of Stratford with the Provincial Credit Union be increased from \$750,000 to \$1,250,000 until December 31, 2020.