



REPORT TO

REGULAR BOARD

BORROWING BY-LAW #182

Proverbs 10:9

The man of integrity walks securely, but he who takes crooked paths will be found out.

Created, Draft	First Tabling	Review
February 10, 2015	February 19, 2015	

D. Bilenduke, Senior Coordinator, Finance

P. Matthews, Legal Counsel

P. De Cock, Comptroller, Business Services & Finance

RECOMMENDATION REPORT

Vision:

At Toronto Catholic we transform the world through witness, faith, innovation and action.

Mission:

The Toronto Catholic District School Board is an inclusive learning community rooted in the love of Christ. We educate students to grow in grace and knowledge and to lead lives of faith, hope and charity.



G. Poole

Associate Director of Academic Affairs

A. Sangiorgio

Associate Director of Planning and Facilities

Angela Gauthier

Director of Education

A. EXECUTIVE SUMMARY

1. The Board maintains a demand operating line of credit to finance short term cash requirements for current expenditures only.
2. This report recommends that the Board approve Borrowing By-law #182 which authorizes the Board to maintain a ninety five million dollar (\$95,000,000) demand operating line of credit for the term of the Trustees.

B. PURPOSE

1. The Board of Trustees are required to set an upper limit for short term borrowing by way of a by-law as required by Ontario Regulation 41/10 and section 243 of the Education Act as well as Board policy #F.M. 08 – Effective Financial Management and Control of Operations.

C. BACKGROUND

1. CIBC is the Board's banker of record. The Board maintains a demand operating line of credit to finance short term cash requirements for current expenditures only.
2. The CIBC Demand Operating Line of Credit is in place to permit short term borrowings should the need arise until current revenue is received from the Ministry of Education.
3. CIBC requires that the Board pass an updated By-law in respect of the line of credit (see Borrowing By-Law #182 attached as Appendix A).

D. EVIDENCE/RESEARCH/ANALYSIS

1. The By-law provides that:
 - i) in accordance with subsections 243(1), 243(2) and 243(3) of the *Education Act, R.S.O. 1990, c.E.2*, as amended, the Board hereby authorizes the Treasurer, together with the Chair or Vice-Chair of the Board, to borrow from time to time the sums that the Board considers necessary to meet the current expenditures of the Board, until the current revenue has been received by the Board.

- ii) the Treasurer of the Board is hereby authorized and directed to apply in payment of all sums borrowed as aforesaid, together with interest thereon, all the monies comprising the current revenue of the Board and (if applicable), the proceeds from the sale of any debentures hereafter received.
- iii) the total amounts borrowed on a short-term basis from all sources shall not exceed ninety five million dollars (\$95,000,000) at any one time.

E. METRICS AND ACCOUNTABILITY

- 1. The Treasurer to the Board will prepare an annual financial report to the Board of Trustees as required by Ontario Regulation 41/10 of the Education Act and policy #F.M. 08 – Effective Financial Management and Control of Operations.
- 2. The Education Act allows for the by-law term not to exceed the term of the current Trustees.

F. STAFF RECOMMENDATION

That the Board approve Borrowing By-Law #182 attached as Appendix A in the amount of \$95 million for a period not to exceed November 30, 2018.