



**STAFF REPORT**

**TO:** Council

**FROM:** Erin Hartley, Director of Corporate Services

**APPROVED BY:** Trudy Payne, Chief Administrative Officer

**DATE:** March 29, 2021

**SUBJECT:** **Town of Lockeport Fire Truck – Rescind Temporary Borrowing Resolution**

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**RECOMMENDATION**

That Council of the Municipality of the District of Shelburne rescind the motion made at the June 29, 2020 Council meeting titled “Town of Lockeport Fire Truck Purchase – Temporary Borrowing Resolution”.

**DISCUSSION**

At the June 29, 2020 Council meeting the following motion was made:

**MOTION: TOWN OF LOCKEPORT FIRE TRUCK PURCHASE – TEMPORARY BORROWING RESOLUTION**

Being duly moved and seconded, be it resolved that Council of the Municipality of the District of Shelburne approve a Temporary Borrowing Resolution in the amount of \$158,788 for the Town of Lockeport 2020 Fire Truck (Pumper), by reading the attached resolution prepared by the Province; and

THAT Council of the Municipality of the District of Shelburne authorize the Director of Corporate Services to sign and seal the Temporary Borrowing Resolution.

WHEREAS Section 66 of the Municipal Government Act provides that the Municipality of the District of Shelburne, subject to the approval of the Minister of Municipal Affairs and Housing, may borrow to expend funds for a capital purpose authorized by statute; and,

WHEREAS the Municipality has determined to borrow the aggregate principal amount of One Hundred Fifty-Eight Thousand Seven Hundred Eighty-Eight Dollars, (\$158,788) for the purposes of purchasing a fire truck; and

WHEREAS the municipality of the District of Shelburne, has adopted a capital budget for this fiscal year as required by Section 65 of the Municipal Government Act and are so authorized to expend funds for this capital purpose as identified in their capital budget;

BE IT THEREFORE RESOLVED

THAT under the authority of Section 66 of the Municipal Government Act, the Municipality may borrow a sum or sums not exceeding One Hundred Fifty-Eight Thousand Seven Hundred Eighty-Eight Dollars, (\$158,788) for the purpose set out above, subject to the approval of the Minister of Municipal Affairs and Housing;

THAT the sum be borrowed by the issue and sale of debentures of the Municipality of the District of Shelburne to such an amount as the Council deems necessary;

THAT the issue of debentures be postponed pursuant to Section 92 of the Municipal Government Act and that the Municipality borrow from time to time a sum or sums not exceeding One Hundred Fifty Eight Thousand Seven Hundred Eighty Eight Dollars (\$158,788) in total from any chartered bank or trust company doing business in Nova Scotia;

THAT the sum be borrowed for a period not exceeding Twelve (12) Months from the date of the approval of the Minister of Municipal Affairs and Housing of this resolution;

THAT the interest payable on the borrowing be paid at a rate to be agreed upon; and

THAT the amount borrowed be repaid from the proceeds of the debentures when sold.

- **MOTION CARRIED**

### **BUDGET IMPLICATIONS**

The Municipality of the District of Shelburne will continue to contribute the funds to the Town of the Lockeport for its share of this purchase. Other funding options are being explored. There is an area rate in place for this vehicle.

### **CONCLUSION**

Funding options may include using reserves, a loan, or providing a loan guarantee to the asset owner. If a loan is to be used, the Temporary Borrowing Resolution referenced in this motion would need to be reissued in any event since it is only in effect for 12 months. The anticipated arrival date of the fully operational fire truck is Fall 2021.