



Municipality of the District of Argyle

Item: Temporary borrowing-
Operating Reserve

Date: May 15, 2025

Vision statement

Argyle is the community of choice to invest, live and play.

Mission statement

Argyle invests time & talent in growth opportunities in fishing, tourism, and renewable energy sectors.

Argyle provides affordable taxation while providing safe and healthy communities and strives to engage and inform our residents on decisions that affect them most.

Argyle provides high class, accessible recreational and cultural facilities and helps celebrate its unique heritage and culture and welcomes new residents to our region.

CAO's Recommendation:

That council authorize a temporary loan of up to \$2,000,000 (non-interest bearing) from the operating reserve to the operating fund, to be repaid by August 31, 2025. The reason behind this is the increased demand for regional contributions and the threat of a postal strike may delay revenue.

Suggested motion:

Move to authorize a temporary loan of up to \$2,000,000 (non-interest bearing) from the operating reserve to the operating fund with full repayment by August 31, 2025.

Background:

Each year Council is asked to consider a temporary loan from the operating reserve to support temporary cash flow in the fund. Taxation billing is issued in late May typically, and collections are due July 31. The purpose of the loan is to ensure there are no bank overdrafts in the fund during those dates.

MGA considerations:

FRAM (Municipal financial reporting and accounting manual) allows for a lending of funds from fund to fund, provided that there is a borrowing resolution, or in this case a motion, stated with repayment and interest.