Agenda – Council – February 27, 2013

Report – Executive Policy Committee – February 6, 2013

Item No. 5 Sinking Fund Trustees – Appointment of Trustees

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On February 6, 2013, the Executive Policy Committee concurred in the recommendation of the Winnipeg Public Service and submits the following to Council:

1. That Eric Stefanson be re-appointed to the Sinking Fund Trustees of the City for a term ending December 31, 2015.

2. That Nestor Theodorou be re-appointed to the Sinking Fund Trustees of the City for a term ending December 31, 2014.

3. That the Proper Officers of the City be authorized to do all things necessary to implement the foregoing.

Report – Executive Policy Committee – February 6, 2013

DECISION MAKING HISTORY:

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On February 6, 2013, the Executive Policy Committee concurred in the recommendation of the Winnipeg Public Service and submitted the matter to Council.

ADMINISTRATIVE REPORT

Title: **Sinking Fund Trustees – Appointment of Trustees**

Critical Path: **Executive Policy Committee - Council**

AUTHORIZATION

Author	Department Head	CFO	CAO
R. Provencher	J. Ferrier	M. Ruta, CFO	D. Joshi, COO

RECOMMENDATIONS

1. That Eric Stefanson be re-appointed to the Sinking Fund Trustees of the City for a term ending December 31, 2015;
2. That Nestor Theodorou be re-appointed to the Sinking Fund Trustees of the City for a term ending December 31, 2014;
3. That the Proper Officers of the City be authorized to do all things necessary to implement the foregoing.

REASON FOR THE REPORT

Council approval is required to appoint Sinking Fund Trustees.

IMPLICATIONS OF THE RECOMMENDATIONS

The Sinking Fund Trustees of the City of Winnipeg manage a Sinking Fund for City debentures issued prior to December 31, 2002.

The Board of Trustees is comprised of four Trustees. Three are appointed by Council and the fourth Trustee is the City Treasurer. Eric Stefanson is the current Chairperson of the Sinking Fund Trustees and Nestor Theodorou is a Trustee. Re-appointments by Council are required as the term appointments of the above individuals have expired.

HISTORY

The Sinking Fund Trustees were created as a body corporate under the City of Winnipeg Act (repealed) to administer and perform the duties required to manage a Sinking Fund. Sinking fund levies are

deposited to the Sinking Fund for investment management. The intent of the levies is to retire debenture issues at maturity.

The transitional provisions of the City of Winnipeg Charter 520(1) (a) confirmed the role of the Sinking Fund Trustees to “have the same rights, privileges, powers, duties, and obligations that they have on December 31, 2002.”

The City of Winnipeg’s Financial Services Division is the Investment Manager for the Sinking Fund Trustees for City debentures issued prior to December 31, 2002.

The City of Winnipeg’s Financial Services Division also manages the City’s sinking fund investments for sinking fund debentures issued subsequent to December 31, 2002.

FINANCIAL IMPACT

FINANCIAL IMPACT STATEMENT

No financial impact

"Original signed by R Abeysekera"
R. Abeysekera
Manager of Finance (Campus)

CONSULTATION

In preparing this report there was consultation with:

Sinking Fund Trustees

SUBMITTED BY

Department: Corporate Finance Department
Division: City Treasurer's Division
Prepared by: Rob Provencher, Manager of Financial Services
Date: January 11, 2013
File No.