**Minutes – Executive Policy Committee – March 17, 2021**

## REPORTS

**Item No. 24 Appointment of City Representatives to the Civic and Police Employees' Group Life Insurance Plans Corporation and the Sinking Fund Trustees of the City of Winnipeg**

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Winnipeg Public Service and recommended to Council:

1. That Catherine Kloepfer, Chief Financial Officer, be appointed to the Board of Directors of The Civic and Police Employees' Group Life Insurance Plans Corporation for a term ending on March 31, 2024, effective immediately upon Council approval.

2. That Catherine Kloepfer, Chief Financial Officer, be appointed to serve as a trustee of The Sinking Fund Trustees of The City of Winnipeg, effective immediately upon the approval of Council.

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

DECISION MAKING HISTORY:

Moved by Councillor Rollins,

That Rule 10(3) of The Procedure By-law No. 50/2007 be suspended in order that the following item, which was received less than four business days preceding the committee meeting, be considered by Committee.

Carried

Moved by Councillor Gillingham,

That the recommendation of the Winnipeg Public Service be concurred in and forwarded to Council.

| | | |
|---|---|---|
| Yea: | Bowman, Allard, Browaty, Gillingham, Gilroy, Mayes, Rollins | 7 |
| Nay: | | 0 |

Carried

# ADMINISTRATIVE REPORT

**Title:** APPOINTMENT OF CITY REPRESENTATIVES TO THE CIVIC AND POLICE EMPLOYEES' GROUP LIFE INSURANCE PLANS CORPORATION AND THE SINKING FUND TRUSTEES OF THE CITY OF WINNIPEG

**Critical Path:** EXECUTIVE POLICY COMMITTEE - COUNCIL

## AUTHORIZATION

| Author | Department Head | CFO | CAO |
|---|---|---|---|
| P. Olafson | C. Kloepfer | C. Kloepfer | M. Ruta,<br>Interim CAO |

## EXECUTIVE SUMMARY

Mr. Michael Ruta, resigned effective March 15, 2021, from both the Board of Directors of The Civic and Police Employees' Group Life Insurance Plans Corporation and as trustee of The Sinking Fund Trustees of The City of Winnipeg

**The Civic and Police Employees' Group Life Insurance Plans Corporation**

It is recommended that Ms Catherine Kloepfer, Chief Financial Officer, be appointed to the Board of The Civic and Police Employee's Group Life Insurance Plans Corporation, effective immediately upon Council approval, for a term ending March 31, 2024

**The Sinking Fund Trustees of The City of Winnipeg**

It is recommended that Ms Catherine Kloepfer, Chief Financial Officer be appointed, effective immediately upon the approval of Council, to serve as a trustee of the Sinking Fund Trustees of The City of Winnipeg.

This report recommends the appointment terms be effective immediately upon the approval of Council.

## RECOMMENDATIONS

1. That Catherine Kloepfer, Chief Financial Officer, be appointed to the Board of Directors of The Civic and Police Employees' Group Life Insurance Plans Corporation for a term ending on March 31, 2024, effective immediately upon Council approval.

2. That Catherine Kloepfer, Chief Financial Officer, be appointed to serve as a trustee of The Sinking Fund Trustees of The City of Winnipeg, effective immediately upon the approval of Council.

3. That the proper officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

## REASON FOR THE REPORT

Council approval is required to make these appointments.

## IMPLICATIONS OF THE RECOMMENDATIONS

There are no financial impacts associated with the recommendations in this report.

## HISTORY/DISCUSSION

**The Civic and Police Employees' Group Life Insurance Plans Corporation (the "Municipal Corporation")**

In accordance with by-law 80/2015, the Board of Directors of the Municipal Corporation is comprised of five individuals appointed as follows:

- one appointee of the Winnipeg Police Association appointed on behalf of the Police Plan.
- one appointee selected by a majority of the civic unions appointed on behalf of the Civic Plan
- two appointees of Council; and
- a designated employee (as defined in the City of Winnipeg Charter) appointed by Council

Michael Ruta, Interim Chief Administrative Officer; has been the Council approved designated employee appointee until his resignation from this Board on March 15, 2021. It is recommended that Michael Ruta be replaced with Catherine Kloepfer, Chief Financial Officer, as the designated employee. The other two appointees of Council are Marc Pittet and Todd Slatnik.

The Municipal Corporation was incorporated August 1, 2015 to maintain, manage and administer the Civic Employees' Group Life Insurance Plan and the Police Employees' Group Life Insurance Plan, both of The City Winnipeg.

**The Sinking Fund Trustees of the City of Winnipeg**

The Sinking Fund Trustees of The City of Winnipeg was established by *The City of Winnipeg Act*. Effective January 1, 2003, *The City of Winnipeg Act* was repealed and replaced by *The City of Winnipeg Charter.* The rights and obligations outlined under the Former *The City of Winnipeg Act* are maintained by *The City of Winnipeg Charter.*

As legislated, The Sinking Fund Trustees of The City of Winnipeg shall be comprised of four trustees, one of which will be the Chief Financial Officer.

Michael Ruta, Interim Chief Administrative Officer; in his capacity as Chief Financial Officer, has served as a trustee until his resignation from on March 15, 2021. It is recommended that Michael Ruta be replaced with Catherine Kloepfer, Chief Financial Officer, as trustee. The other three trustees appointed by Council are Paul Olafson, Rob Provencher and Tanis Yanchishyn.

The trustees manage a sinking fund related to the February 2, 2029 debt issue of $60 million, assumed by Manitoba Hydro through the sale of Winnipeg Hydro to Manitoba Hydro. However, the debt was issued by the City of Winnipeg and remains an obligation of the City to make interest payments and retire the debt at maturity. Manitoba Hydro is required to pay to the City of Winnipeg the annual interest servicing cost and the principal value of the debenture issue at maturity. The role of the Sinking Fund Trustees of The City of Winnipeg remains limited to this run-off of debt.

**FINANCIAL IMPACT**

# Financial Impact Statement

**Date:** March 12, 2021

## Project Name:

APPOINTMENT OF CITY REPRESENTATIVES TO THE CIVIC AND POLICE EMPLOYEES' GROUP LIFE INSURANCE PLANS CORPORATION (THE "MUNICIPAL CORPORATION") AND THE SINKING FUND

**COMMENTS:**

There is no financial impact associated with the report recommendations.

*original signed by T. Yanchishyn*
Tanis Yanchishyn
Manager of Finance (Campus)
Corporate Finance Department

## CONSULTATION

This Report has been prepared in consultation with: N/A

## OURWINNIPEG POLICY ALIGNMENT

N/A

## SUBMITTED BY

Department: Office of the Chief Financial Officer
Prepared by: Paul Olafson, Corporate Controller
Date: March 12, 2021