By-Law 2271 Event Centre Debt Issue

Administration

By-law First Reading

RFD #: 20250029	Council Meeting Date: 12/16/2025
Created: 11/27/2025	Resolution #:
Author: Brian Hrehirchuk	Resolution 1st:
Last Updated: 12/09/2025	Resolution 2nd:
Status: Pending	

Summary

Subject: By-Law 2271 Event Centre Debt Issue
Purpose:
To approve a $2,500,000.00 borrowing to be arranged with the Royal Bank of Canada for the funding of the Event Centre project.
Recommendation:
That council give first and second reading to By-Law 2271 as presented. Council may proceed with third reading subsequent to Municipal Board approval.
City Manager Comments:
This borrowing of $2,500,000.00 provides a portion of the funding for the Event Centre project. $7,500,000.00 has already been previously borrowed to provide project funding.

Background

Background Reports: - See Appendix 1 for Attachments
Key Issues:
The amended local improvement plan anticipated a maximum borrowing amount of $12,500,000 and a maximum interest rate for 5 years of 7% per year. This borrowing of $2,500,000 will bring the total to $10,000,000 with another $2,500,000 still authorized. The best rate of 3.83% per year for the 5 year term of the debt was provided by the Royal Bank of Canada.
Response Options:

Implications of Recommendation

Appendix 1

Background Reports

- By-Law 2271
- Schedule A

CITY OF STEINBACH

By-Law No. 2271

BEING A BY-LAW to amend By-Law No. 2223

WHEREAS the City of Steinbach, by its By-Law No. 2223, which is authorized by Municipal Board Order No. E-23-042 is, inter alia, authorized to issue borrowing in the amount of $12,500,000.00.

AND WHEREAS debentures in the amount of $7,500,000.00 as authorized by said By-Law No. 2223 have been issued or sold,

AND WHEREAS the City of Steinbach has made arrangements to borrow from the Royal Bank of Canada for the amount of $2,500,000.00, being the cost of works to be completed under the authority of By-Law No. 2223; such borrowing to be dated December 31, 2025, to bear interest at the rate of 3.83% per annum, payable annually during their currency, and to mature on the 31st day of December in each of the years 2026 to 2030, both inclusive;

AND WHEREAS the City of Steinbach has initiated the **Event Centre Construction** under By-Law No. 2223.

AND WHEREAS it is deemed expedient to amend said By-Law 2223 to provide for the issuance of the aforesaid borrowing;

NOW THEREFORE the Council of the City of Steinbach, duly assembled, enacts as follows:

1. THAT By-Law No. 2223 of the City of Steinbach BE AND THE SAME IS HEREBY AMENDED to provide that borrowing in the amount of $2,500,000.00 be issued to cover the costs of works to be incurred thereunder; such borrowing to be dated December 31, 2025, to bear interest at the rate of 3.83% per annum, payable annually during their currency; and to mature in accordance with the maturities set out in Schedule “A” hereto on the 31st day of December in each of the years 2026 to 2030, both inclusive; and

2. THAT upon further works being completed under authority of By-law No. 2223, the City of Steinbach shall, from time to time enact such additional by-laws as may be required for the issuance of borrowing to secure the costs incurred.

DONE AND PASSED in Council duly assembled, this day of

Mayor

City Manager

Read a first time this
Read a second time this
Read a third time this

CITY OF STEINBACH

Event Centre Construction

SCHEDULE - A TO BY-LAW NO. 2271

Local Improvement Debenture Issue

Term (Yrs):	5	**Amount:**	2,500,000.00
Date:	December 31, 2025	**Rate (%):**	3.8300
Payable:	December 31, 2026-2030	**Annual Payment:**	558,888.62
		First Year's Payment:	558,888.62
		Adjusted Last Year's Payment:	558,888.60

MATURITY SCHEDULE

Year	Interest	Principal	Balance
2026	95,750.00	463,138.62	2,036,861.38
2027	78,011.79	480,876.83	1,555,984.55
2028	59,594.21	499,294.41	1,056,690.14
2029	40,471.23	518,417.39	538,272.75
2030	20,615.85	538,272.75	0.00
TOTALS	**294,443.08**	**2,500,000.00**	**2,794,443.08**