



CITY COUNCIL REPORT

TITLE:

BY-LAW NO. 7442 – TO AMEND BY-LAW NO. 7331 TO BORROW FUNDS FOR THE PURPOSE OF CONSTRUCTING NEW STORMWATER INFRASTRUCTURE IN THE SOUTHEAST AREA OF BRANDON

PRESENTER:

Troy Tripp

DEPARTMENT:

Finance

ATTACHMENTS:

DATE:

3/12/2026

CLEARANCE / APPROVALS:

Dave Wardrop General Manager

Dave Wardrop City Manager

RECOMMENDATION(S):

That By-law No. 7442, being a by-law to amend By-law No. 7331 to provide for the borrowing and expenditure of funds for the purpose of constructing new stormwater infrastructure in the southeast area of Brandon, be read a second time.

That By-law No. 7442 be read a third and final time.

BACKGROUND:

By-law No. 7442, to amend By-law No. 7331 to provide for the borrowing and expenditure of funds for the purpose of constructing new stormwater infrastructure in the southeast area of Brandon received first reading at the December 15, 2025 regular meeting of City Council.

Subsequently, the by-law was sent to the Municipal Board of Manitoba for approval.

Approval to proceed with the amending by-law was issued through Municipal Board Order No. E-26-024, dated March 5, 2026 and received by Finance on March 12, 2026.

The amending by-law is the mechanism by which the City issues a debenture under the borrowing authority previously approved by Council and the Municipal Board.

LEGISLATIVE REQUIREMENTS:

Pursuant to section 174(1) of The Municipal Act, all municipal borrowing must be authorized by by-law, and amendments to approved borrowing by-laws are required where specific debenture issuances are undertaken.

FINANCIAL IMPACT:

The amending by-law provides for the issuance of a debenture in the amount of \$2,400,000.00 to the Minister of Finance of the Province of Manitoba to cover the construction costs of a Phase I of the Southeast Brandon Drainage Improvement project under the authority of By-Law No. 7331.

The debenture is over a 20-year period at an annual interest rate of 5.175%. Principal and interest payments will be 195,450.10 annually, beginning on November 1, 2026. The costs of servicing this debt issuance are included in the draft 2026 Financial Plan.

By-law No. 7331, being a by-law to authorize the expenditure and borrowing of thirty million one hundred forty thousand (\$30,140,000.00) dollars for the purpose of constructing new stormwater infrastructure in the southeast area of Brandon, received third reading at the regular meeting of City Council held August 15, 2022. This borrowing authority was approved by The Municipal Board of Manitoba under its Order No. E-22-083.

The first issuance in respect of this debt authority was made in February of 2025. Series A issued \$8,000,000 of debt to be repaid over 20 years at an annual interest rate of 5.245%.

The balance of borrowing authority in the amount of \$19,740,000 remains for future capital costs.

CONCLUSION:

That By-law No. 7442 be given second and third readings. Upon final reading, Administration will execute the debenture issuance in accordance with the approval granted by the Municipal Board.

CITY OF BRANDON

Sold to: Minister of
Finance of Manitoba

**SOUTHEAST BRANDON DRAINAGE IMPROVEMENTS PROJECT
SERIES "B"
SCHEDULE - A TO BY-LAW NO. 7442
TO AMEND BY-LAW NO. 7331
Debenture Issue**

Term (Years):	20	Amount:	2,400,000.00
Date:	November 1, 2025	Rate (%):	5.175
Payable:	November 1, 2026 – 2045	Annual Payment:	195,450.10
# of Days:	365	First Year's Payment:	195,450.10
		Adjusted Last Year's Payment:	195,450.18

MATURITY SCHEDULE

Year	Interest	Principal	Balance
2026	124,200.00	71,250.10	2,328,749.90
2027	120,512.81	74,937.29	2,253,812.61
2028	116,634.80	78,815.30	2,174,997.31
2029	112,556.11	82,893.99	2,092,103.32
2030	108,266.35	87,183.75	2,004,919.57
2031	103,754.59	91,695.51	1,913,224.06
2032	99,009.35	96,440.75	1,816,783.31
2033	94,018.54	101,431.56	1,715,351.75
2034	88,769.45	106,680.65	1,608,671.10
2035	83,248.73	112,201.37	1,496,469.73
2036	77,442.31	118,007.79	1,378,461.94
2037	71,335.41	124,114.69	1,254,347.25
2038	64,912.47	130,537.63	1,123,809.62
2039	58,157.15	137,292.95	986,516.67
2040	51,052.24	144,397.86	842,118.81
2041	43,579.65	151,870.45	690,248.36
2042	35,720.35	159,729.75	530,518.61
2043	27,454.34	167,995.76	362,522.85
2044	18,760.56	176,689.54	185,833.31
2045	9,616.87	185,833.31	-
TOTALS	1,509,002.08	2,400,000.00	