CITY OF TORONTO

BY-LAW No. 260-2007

To authorize agreements respecting the issue and sale of debentures for the year 2007.

WHEREAS section 7 of the City of Toronto, 2006 (the “Act”) provides that the City has the capacity, rights, powers and privileges of a natural person for the purpose of exercising its authority under this or any other Act; and

WHEREAS subsection 8(2) of the Act provides that the City may pass by-laws respecting the financial management of the City and its local boards; and

WHEREAS, paragraph 1 of section 245 of the Act provides that, without limiting sections 7 and 8 of the Act, those sections of the Act authorize the City to undertake financial activities related to borrowing and investing money in accordance with such conditions and restrictions as may be prescribed; and

WHEREAS Ontario Regulation 610/06 (the “Regulation”) provides that the City may borrow money for the purpose of obtaining long-term financing of any capital work of the City by, amongst other means, issuing debentures; and

WHEREAS the Regulation provides that such debentures may provide for variations in the rate of interest or classes of rate of interest and may be issued in foreign currencies, all in accordance with the conditions prescribed by the Regulation; and

WHEREAS City Council wishes to delegate to the Mayor and the Deputy City Manager and Chief Financial Officer the power to enter into an agreement, or agreements, with a purchaser or purchasers for the sale and issuance of the City’s debentures in 2007 and in an amount not to exceed $500 million;

The Council of the City of Toronto HEREBY ENACTS as follows:

1. The Mayor and Deputy City Manager and Chief Financial Officer are authorized to enter into an agreement or agreements with a purchaser or purchasers, during the year 2007 for the sale and issue of debentures upon such terms and conditions including price or prices as they deem expedient to provide an amount not exceeding $500,000,000.00 for the City’s purposes, including purposes of the former Municipality of Metropolitan Toronto.

2. Any agreement or agreements entered into under the authority contained in section 1 may provide that the debentures to be issued may be expressed and be payable in lawful money of Canada or in such foreign currency as are prescribed by the Regulation and such agreements may include any additional agreement, as described in any Regulation, to minimize costs or counteract the risk associated with the issuing of debentures due to fluctuations in interest rates or fluctuations in rates of exchange between the Canadian dollar and other currencies.
3. Any agreement or agreements entered into under the authority contained in section 1 may provide that the debentures to be issued, to the extent permitted by applicable law, may provide for a variable rate of interest, for the payment of other amounts, and may include any additional authorized agreements.

4. The Mayor and Deputy City Manager and Chief Financial Officer are authorized to apply on behalf of the City of Toronto to any regulatory body in Canada or outside Canada for any approvals required in connection with any such agreement or agreements or for the issue and sale of debentures thereunder.

5. Where the Mayor and the Deputy City Manager and Chief Financial Officer have entered into an agreement or agreements in accordance with section 1, the Deputy City Manager and Chief Financial Officer shall report the terms of the agreements(s) to Council not later than the second regular Council meeting next following the entering into of such agreement(s).

ENACTED AND PASSED this 7th day of March, A.D. 2007.

SANDRA BUSSIN, Speaker

ULLI S. WATKISS
City Clerk

(Corporate Seal)