

# Investment Redemption

To: Mayor and Council, Town of Wadena | Submitted by: Jennifer Taylor, CAO  
Regular Town Council Meeting  
September 17, 2019

## RECOMMENDATION

“THAT the Crossroads Credit Union 60-month Non-Red investment that reaches maturity on September 17, 2019 be redeemed and transferred to the Town’s operating account.”

## BACKGROUND

The Crossroads Credit Union 60-month Non-Red Term Deposit holds several the Town’s Reserve accounts. The 2019 budget allocates \$290,000 to be transferred from reserves held in this term deposit for a number of projects.

## REPORT

The Crossroads Credit Union 60-Month Non-Red Term Deposit of \$444,835 comes due September 17, 2019 and will automatically be renewed for another term unless redeemed.

The reserve accounts contained in this bank account include:

- Planning, Development
- Fire Hall/Library
- Emergency Preparedness
- Transportation Capital
- Environmental Health
- Municipal Reserve Properties
- Rec Centre
- Playground Reserve
- Tourism

The 2019 Budget allocates a reserve transfer of \$290,000 comprised of the following:

- |                         |          |                  |
|-------------------------|----------|------------------|
| • Planning, Development |          | \$18,700         |
| ○ Development Levy      | \$13,600 |                  |
| ○ ESA Phase 1           | \$5,100  |                  |
| • Fire Hall/Library     |          | \$190,000        |
| • Waterslide            |          | \$80,000         |
| <b>TOTAL</b>            |          | <b>\$288,700</b> |

The fund needs to be redeemed and transferred to the Town’s operating account to fund the budgeted projects. The remaining balance of the reserve funds not allocated for 2019 should be reinvested, ideally in separate accounts designated for each reserve.

A meeting will be scheduled before the end of 2019 to review reconciled reserve accounts and develop a strategy to reinvest the remaining balance.

The CIBC Wood Gundy 6-month investment of \$100,778 reaches maturity on September 25, 2019 and will automatically be renewed for another term unless redeemed. This contains utility reserve funds and should be renewed for another 6-month term.