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**TO:** Committee of the Whole Meeting

**FROM:** Lovely Jane Magnaye, Acting Chief Administrative Officer

**DATE:** April 21, 2021

**RE:** Investment Renewals at CIBC Wood Gundy

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**ISSUE:**

Whether or not Town of Wadena withdraw or reinvest investments at CIBC Wood Gundy maturing in May.

**BACKGROUND:**

Below are the accounts that will mature next month:

Account Name	Maturity Date	Amount	Current Rate
CIBC Full Service	May 3, 2021	\$100,000	0.300%
HSBC Bank Canada	May 7, 2021	\$100,000	1.750%
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HSBC Bank Canada	May 7, 2021	\$100,000	1.750%

**ALTERNATIVES:**

- 1) Committee of the Whole to recommend to reinvest the money with a shorter term.
- 2) Committee of the Whole to recommend to reinvest the money with a longer term.
- 3) Committee of the Whole to recommend to withdraw and transfer the money to a savings.

**FINANCIAL IMPLICATIONS:**

The Town will earn interest income by re-investing the money.

**ANALYSIS:**

Below are the current rates for non-redeemable GIC:

3-4 months	0.10%
6 months	0.20%
9 months	0.78%
1 year	0.80%
2 years	1.00%

Interest rates is slowly going up but is still low compared to previous years. The Town currently has \$99,000 in the Renaissance High Interest Savings Account that can be accessed after 24 hours of notice in case of emergency. However, if Council budgeted some transfer from reserves, the money should not be invested with a longer term.

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**ADMINISTRATIVE RECOMMENDATION(S):**

That \$400,000 be invested as follows:

Amount	Term
\$100,000	6 months
\$100,000	6 months
\$100,000	1 year
\$100,000	1 year