

Laurentian University - Capital Debt Policy

Office of Administration:	Office of the Vice-President Finance and Administration
Approval Authority:	Board of Governors
Approval Date:	October 18, 2024
Next Review:	October 2025

3. Definition/Principles

3.1 The following are the terms defined for this Policy:

means the annual meeting that will occur between the University and MCU on a date that is not more than 14 days after the University publicly releases its audited annual financial statements, for the purpose of discussing the University's operations, financial health and transformation progress;

means any encumbrance of whatever kind or nature whatsoever,

Obligations;

4.1.4 make or commit to mak

- 4.3 Capital borrowing will be undertaken by the Administration only following approval of the capital project by the Board of Governors. Such approval shall include the total cost of the project, source(s) of funds for debt repayment and the period of time over which the debt is planned to be repaid.
- 4.4 Capital borrowing exceeding \$10,000,000 (individually or in aggregate with all other acquisitions, investments and capital expenditures made between the Facility Advance Date and the Facility Repayment Date) requires approval of MCU. A business case would have to be submitted to the Finance and Property Committee for recommendation of approval by the Board of Governors prior to submission to MCU for final approval. Business shall include the total cost of the project, source(s) of funds for debt repayment, and the period of time over which the debt is planned to be repaid.
- 4.5 The Vice-President Finance and Administration will report annually to the Finance and Property Committee on the composition of capital debt and compliance with MCU Loan covenants so long as they are applicable.
- 4.6 Capital borrowing will be undertaken by the University only following the terms as set out in this Policy.
- 4.7 This Policy shall be reviewed on an annual basis.