

# THE CORPORATION OF THE TOWN OF CALEDON

## BY-LAW NO. 2020-108

A by-law to authorize the temporary borrowing of money  
to meet current expenditures of the Council of The  
Corporation of the Town of Caledon

WHEREAS the Council of The Corporation of the Town of Caledon may, pursuant to Section 407 of the *Municipal Act, 2001*, as amended, (hereinafter referred to as the "Act"), enact a by-law to authorize temporary borrowing of the amount Council considers necessary to meet the current expenditures of the Town of Caledon (hereinafter referred to as the "Town") for the year 2021 until taxes are collected;

AND WHEREAS the total amount previously borrowed by the Town pursuant to Section 407 that has not been repaid is NIL;

NOW THEREFORE the Council of The Corporation of the Town of Caledon ENACTS AS FOLLOWS:

1. That the Mayor and Treasurer are hereby authorized on behalf of the Town to borrow from time to time by way of promissory note or bankers' acceptance from CANADIAN BANK OF COMMERCE ("CIBC") a sum or sums not exceeding in aggregate \$51,251,965 between January 1, 2021 and September 30, 2021 or \$25,625,983 between October 1 and December 1, 2021 to meet, until taxes are collected, the current expenditures of the Town for the year (namely the amounts required for the purposes authorized by Section 407 of the Act) and to give CIBC promissory notes or bankers' acceptances, as the case may be, sealed with Town's corporate seal and signed by the Mayor and Treasurer for the sums borrowed plus interest at a rate to be agreed upon from time to time with CIBC.
2. The total amount borrowed at any one time plus outstanding amounts of principal borrowed and accrued interest shall not exceed,
  - (a) From January 1 to September 30 in the year, 50 per cent of the total estimated revenues of the municipality as set out in the budget adopted for the year; and
  - (b) From October 1 to December 31 in the year, 25 per cent of the total estimated revenues of the municipality as set out in the budget adopted for the year.
3. All sums borrowed pursuant to this by-law, as well as all other sum's borrowed pursuant to the Act in this year and in previous years from CIBC for any purpose will, with interest thereon, be a charge upon the whole of the revenues of the Town for the current year and for all preceding years as and when this revenue is received.
4. The Treasurer is authorized and directed to apply in payment for all sums borrowed plus interest, all of the monies collected or received on account in respect of taxes levied for the current year and preceding years or from any other source which may lawfully be applied for this purpose.
5. The Treasurer is authorized to furnish to CIBC a statement showing the nature and amount of the estimated revenues of the Town not yet collected and showing the total of any amounts borrowed that have not yet been repaid.

### **Enactment**

This By-law shall come into full force and effect on January 1, 2021.

**Enacted by the Town of Caledon Council this 8<sup>th</sup> day of December, 2020.**

---

Allan Thompson, Mayor

---

Laura Hall, Town Clerk