

THE CORPORATION OF THE TOWN OF CALEDON

BY-LAW NO. 2021-63

A by-law to authorize the issuance of a debenture with the Regional Municipality of Peel

WHEREAS in accordance with section 401 of the *Municipal Act* states that a municipality may incur debt for municipal purposes, whether by borrowing money or in any other way, and may issue debentures;

WHEREAS in accordance with section 401 (3) of the *Municipal Act* stated that a lower-tier municipality in a regional municipality does not have the power to issue debentures;

WHEREAS in accordance with section 403 of the *Municipal Act* a by-law of an upper-tier municipality authorizing the issuing of debentures for the purposes or joint purposes of one or more of its lower-tier municipalities may require those lower-tier municipalities to make payments in each year to the upper-tier municipality in the amounts and on the dates specified in the by-law;

WHEREAS the Council of The Corporation of the Town of Caledon to apply to the Region Municipality of Peel for the issuance of debenture for the 2017 Enhanced Road Capital Program;

AND WHEREAS the Treasurer has certified that an updated Annual Repayment Limit has been completed, including the estimated amount of debenture costs for the 2017 Enhanced Road Capital Program, and that the Town of Caledon is projected to still be within the annual financial debt and obligation limit;

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

1. That the purpose of paying part of the estimated cost in the amount of \$4,100,000 an application to the Regional Municipality of Peel for the issuance of a debenture in the maximum amount of \$4,100,000 for a term not to exceed 11 years is hereby authorized.
2. That the sums of principal and interest payable, contributed to a debt retirement/sinking fund (if any) to the Regional Municipality of Peel under the debentures will be raised in each year through the payment of tax.
3. That the Clerk and the Treasurer are authorized to execute any and all documents for the purpose.

Enactment

This By-law shall come into full force and effect on the day of its passing.

Enacted by the Town of Caledon Council this 13th day of July, 2021.

Allan Thompson, Mayor

Laura Hall, Town Clerk