

THE CORPORATION OF THE TOWN OF CALEDON

BY-LAW NO. 2022-034

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 in accordance with Section 407 of the *Municipal Act, 2001*, as amended, (hereinafter referred to as the "Act"), Caledon considers it necessary to have authorization in place in the event that temporary borrowing is required to meet current expenditures for the year 2022 until taxes are collected;

AND WHEREAS the total amount previously borrowed by Caledon 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 Caledon 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 the aggregate \$60,744,165 between January 1, 2022 and September 30, 2022 or \$30,372,082 between October 1 and December 31, 2022 to meet, until taxes are collected, the current expenditures of Caledon for the year (namely the amounts required for the purposes authorized by Section 407 of the Act) and to give to CIBC promissory notes or bankers' acceptances, as the case may be, sealed with Caledon'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 any 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 sums 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 Caledon 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 Caledon not yet collected and also 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 the day of its passing.

Enacted by the Town of Caledon Council this 24th day of May, 2022.

Allan Thompson, Mayor

Laura Hall, Town Clerk