

**The Corporation of the Township of Southgate**

**By-law Number 2024-147**

**being a by-law to authorize a bank loan agreement with  
Canadian Imperial Bank of Commerce**

**Whereas** the Municipal Act 2001, S.O. 2001, Chapter 25, Section 401 authorizes a municipality to incur a debt for municipal purposes, whether by borrowing money or in any other way, and may issue debentures and prescribed financial instruments and enter into prescribed financial agreements for or in relation to the debt; and

**Whereas** Ontario Regulation 276/02, as amended, permits a municipality to enter into a bank loan agreement for the purpose of long term borrowing; and

**Whereas** The Council of the Corporation of the Township of Southgate requires a bank loan for municipal purposes to finance Phase 2 of the Victoria Street Rehabilitation Project; and

**Whereas** The Council of the Corporation of the Township of Southgate has accepted a bank loan as offered by the Canadian Imperial Bank of Commerce; and

**Whereas** the amount of the loan is within the debt and financial obligations limit of The Corporation of the Township of Southgate as established by legislation,

**Now therefore be it resolved that** The Council of the Corporation of the Township of Southgate enacts as follows:

1. **That** the Treasurer is hereby authorized to execute a bank loan agreement with Canadian Imperial Bank of Commerce to be used to finance Phase 2 of the Victoria Street Rehabilitation project; and
2. **That** the amount to be borrowed shall be \$4,066,295.00; and
3. **That** the interest rate shall be the CIBC rate in effect upon the date the loan is finalized, currently 4.64% per annum; and
4. **That** the loan agreement shall be for 1 year, and the amortization period shall be for 10 years, repayable in regular installments each month as set out in the loan agreement; and
5. **That** this by-law shall come into force and take effect on the final passing thereof.

**Read a first, second and third time, and finally passed this 4<sup>th</sup> day of December, 2024.**

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Brian Milne – Mayor

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Lindsey Green - Clerk