



THE CORPORATION OF THE TOWNSHIP OF MCGARRY

BY-LAW NO. 2024-24

**BEING A BY-LAW TO AUTHORIZE A BANK LOAN AGREEMENT
WITH ROYAL BANK OF CANADA**

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 McGarry requires a bank loan for a municipal purpose, namely the Infrastructure program (ICIP) Green Stream;

AND WHEREAS the Council of the Corporation of the Township of McGarry has accepted a bank loan as offered by Royal Bank of Canada;

AND WHEREAS the amount to be loaned is within the debt and financial obligation limit of the Corporation of the Township of McGarry as established by legislation;

NOW THEREFORE the Council of the Corporation of the Township of McGarry enacts as follows:

1. The Mayor and Clerk-Treasurer are hereby authorized to execute a bank loan agreement with Royal Bank of Canada. The loan is to be used to pay expenses incurred for the Infrastructure Green Stream Project 2020-01-1-142754-1664.
2. The amount to be borrowed shall be \$2,356,033.00.
3. The interest rate during the "Interest Only Period" shall be Prime - 0.50%.
4. The interest term of the loan shall be 4 years and the amortization shall be 15 years.

The loan shall be interest only for a period of 12 months from the first advance. The loan shall then be repaid by monthly payments of principal and interest in the amount of \$_TBD_____.

Read a first and second time in open Council this 24th day of April, 2024.

Read a third and final time, passed, signed and sealed in open Council this 24th day of April, 2024.



MAYOR


CLERK-TREASURER