



The Corporation of the City of Cornwall
Regular Meeting of Council
By-law 2021-143

Department: Financial Services
Division: Finance
By-law Number: 2021-143
Report Number: 2021-118-Financial Services
Meeting Date: December 13, 2021
Subject: By-law to authorize temporary borrowing until taxes are collected and other revenues are received for the current year

Whereas Section 407 of the Municipal Act, 2001 authorizes a municipality to temporarily borrow monies until the taxes are collected and other revenues are received in the amounts that the municipality considers necessary to meet the current expenditures for the year 2022 (hereinafter called "the year"); and

Whereas the total amount borrowed at any one time plus any outstanding amount 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; and

Whereas the total amount of the estimated revenues of the Corporation as set forth in the estimates adopted for the year, not including revenues derivable or derived from the sale of assets, borrowings or issues of debentures or from surplus including proceeds from the sale of assets is \$215,200,000; and

Whereas the amount of uncollected revenues of the Corporation of the year based on the estimated revenues for the year is \$215,200,000.



Now, therefore, be it resolved that the Council of The Corporation of the City of Cornwall enacts as follows:

1. That the Treasurer is hereby authorized on behalf of the Corporation to borrow monies from time to time, by way of promissory note, from TD Canada Trust, necessary to meet, until the taxes are collected, the current expenditures of the Corporation for the year, provided that the amount that may be borrowed at any one time, together with the total of any similar borrowings that have not been repaid, shall not exceed the period from January 1 to September 30 of the year 50% of the total of the estimated revenues and for the period October 1 to December 31 of the year 25% of the total of the estimated revenues and to give, on behalf of the Corporation, to the said Bank a promissory note or notes, sealed with the corporate seal and signed by Treasurer for the monies so borrowed with interest at the Bank's prime interest rate which rate shall be as notified by the Bank to the Treasurer from time to time.
2. All sums borrowed pursuant to the authority of this by-law as well as all other sums borrowed in the year and all preceding years from the said Bank to meet current expenditures of the Corporation shall, with interest thereon, be a charge upon the whole of the revenues of the Corporation for the year and for all preceding years as and when such revenues are received.
3. That the Mayor and Clerk be and are hereby authorized to execute all documents to complete this matter.

Read, signed, and sealed in open Council this 13th day of December, 2021.

Manon L. Levesque
City Clerk

Glen G. Grant
Mayor



Report Approval Details

Document Title:	By-law 2021-XXX Temporary Borrowing - 2021-118-Financial Services.docx
Attachments:	
Final Approval Date:	Dec 6, 2021

This report and all of its attachments were approved and signed as outlined below:

Tracey Bailey - Dec 6, 2021 - 7:21 AM

Maureen Adams - Dec 6, 2021 - 11:25 AM