

THE CORPORATION OF THE MUNICIPALITY OF THAMES CENTRE

BY-LAW NO. 1-2024

Being a By-law to authorize borrowing from time to time to meet current expenditures during the fiscal year ending December 31, 2024

WHEREAS the *Municipal Act, S.O. 2001*, Section 407, provides authorization for a municipality to temporarily borrow, until taxes are collected and other revenue are received, an amount Council considers necessary to meet the current expenditures of the municipality for the year;

AND WHEREAS the total amount borrowed at any one time, except with the approval of the Ontario Land Tribunal, is limited by Section 407(2) of the *Municipal Act*;

NOW THEREFORE the Council of The Corporation of the Municipality of Thames Centre **HEREBY ENACTS AS FOLLOWS:**

1. **THAT** at any time during a fiscal year, the Head of Council and the Treasurer may authorize temporary borrowing, until the taxes are collected and other revenues are received, of the amount Council considers necessary to meet the current expenditures of the Corporation and the other amounts that are set out in subsection 407 of the *Municipal Act*.
2. **THAT** except with the approval of the Ontario Land Tribunal, 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 percent 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 percent of the total estimated revenues of the municipality as set out in the budget adopted for the year.
3. **THAT** until the budget is adopted in a year, the limits upon borrowing under Section 2 shall temporarily be calculated using the estimated revenues of the municipality set out in the budget adopted for the previous year.
4. **THAT** in Sections 2 and 3, estimated revenues do not include revenues derivable or derived from:
 - a. arrears of taxes, fees or charges; or,
 - b. a payment from reserve fund of the municipality, whether or not the payment is for capital purposes.
5. **THAT** the lenders from whom amounts may be borrowed under authority of this By-law shall be TD Commercial Banking and such other lender(s) as may be determined from time to time by resolution of Council.
6. **THAT** the lender is not responsible for establishing the necessity of temporary borrowing or the manner in which the borrowing is used.
7. **THAT** this By-law shall come into force and take effect upon the enactment thereof.

READ a **FIRST** and **SECOND** time this 15th day of January, 2024.

READ a **THIRD** time and **FINALLY PASSED** this 15th day of January, 2024.

Mayor, S. McMillan

Interim Clerk, S. Henshaw