

# **The Corporation of the Township of Leeds and the Thousand Islands**

## **By-Law Number 2025-036**

### **A By-law to provide for temporary borrowing by the municipality when required.**

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**Whereas** Section 407 of the *Municipal Act, 2001*, S.O. 2001, c. 25, as amended, provides that a municipality 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 municipality for the year; and

**Whereas** pursuant to the authority of this by-law, the amount that may be borrowed at any one time, together with the total of any similar borrowing that has not been repaid, shall not exceed the sum of THREE MILLION DOLLARS (\$3,000,000); and

**Whereas** the total amount of the estimated revenues of the Corporation as set forth in the estimates adopted for the previous year, not including revenues derivable or derived from the sale of assets is \$17,006,900; and

**Whereas** the amount of uncollected revenues of the Corporation for the year, based on the estimated revenues for the previous year is \$17,006,900; and

**Whereas** 50% of such uncollected revenues, less the amount of similar borrowings, from January 1 to September 30 is estimated to be \$8,503,450; and

**Whereas** 25% of such uncollected revenues, less the amount of similar borrowings, from October 1 to December 31 is estimated to be \$4,251,725; and

**Therefore**, be it resolved that the Council of the Corporation of the Township of Leeds and the Thousand Islands hereby enacts as follows:

1. The Mayor and Treasurer are authorized to borrow monies from time to time, by way of a promissory note, 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 sum of THREE MILLION DOLLARS (\$3,000,000) 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 the Head of Council and Treasurer, for the monies so borrowed with interest at the bank's prime interest rate less 0.5%, which rate shall be as notified by the Bank to the Treasurer from time to time;
2. That all sums borrowed pursuant to the authority of this by-law, as well as 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 revenue of the Corporation for the year and for all preceding years as and when such revenues are received;
3. That the Treasurer is hereby authorized and directed to apply in payment of all sums borrowed as aforesaid, together with interest thereon, all of the monies hereafter collected or received whether on account or realized in respect of the taxes levied of the year and preceding years, or from any other sources which may lawfully be applied for such purpose;
4. This By-law shall come into force and take effect on the day of passing.
5. As of the date this By-law comes into effect By-law 2024-052 – Temporary Borrowing By-law is repealed in its entirety.

Given First and Second Readings: Monday, July 14, 2025.

Given Third Reading and Passed: Monday, July 14, 2025.

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Corinna Smith-Gatcke, Mayor

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Michelle Hannah, Clerk