

THE CORPORATION OF THE TOWN OF MATTAWA

COMMITTEE: FINANCE

CHAIRPERSON: COUNCILLOR G. THIBERT

DEPT. HEAD: FRANCINE DESORMEAU, CAO/TREASURER

TITLE: 333 MAIN STREET - SHORT TERM FINANCING AGREEMENT

22-27 Draft By-Law _____ Item _____ Policy Recommendation

Mayor D. Backer and Members of Council:

Caisse Populaire Alliance Ltée is providing temporary borrowing arrangements for the 333 Main Street Development Project which will convert the existing building into shell condition ready for future sale of the property.

Council approved By-law 22-16 at the May 2nd, 2022 Special Meeting of Council which authorized the signing of the Design Build Contract with Descon Construction Ltd in the amount of \$653,100.00 plus HST.

Caisse Alliance is providing bridge financing at prime plus 1% with no interest payments payable until December 31, 2022 at which time the full amount will come due. The financing offer is attached which is set-up to only disburse funds required as needed to the approved amount of \$738,003.00.

A resolution authorizing the financing is required therefore the following is recommended:

Recommendation:

BE IT RESOLVED THAT Council of the Corporation of the Town of Mattawa approve By-law No. 22-27 which will approve the short-term borrowing financing agreement for the 333 Main Street Development Project with Caisse Alliance Ltée in the amount of \$738,003.00 and authorizes the Mayor and CAO to execute the agreement on behalf of the municipality.

Respectfully submitted,

Councillor G. Thibert

CORPORATION OF THE TOWN OF MATTAWA

BY-LAW NUMBER 22-27

BEING a by-law authorizing the signing of a financing loan agreement with Caisse Alliance Ltée to provide for short-term loan financing for the 333 Main Street Development Project.

WHEREAS Subsection 8 of the Ontario Municipal Act 2001, S. O. 2001, c. 25 empowers and authorizes a municipality to enter into an agreement to enable them to govern their affairs as they consider appropriate.

AND WHEREAS Caisse Alliance Ltée has agreed to provide the short-term loan financing in accordance with the provisions in the attached loan agreement as per Schedule "A" to this By-law.

NOW THEREFORE, the Council of the Corporation Town of Mattawa enacts as follows:

1. **THAT** the Mayor and CAO are hereby authorized to execute the aforesaid Loan Agreement on behalf of the Council of the Corporation of the Town of Mattawa, in accordance with the terms and conditions referred to in this agreement attached to this By-law and known as Schedule "A".
2. **THAT** this Agreement shall be effective for the entire period of the loan agreement financing terms or until the loan has been paid in full.

READ a first and second time this 11th day of July, 2022.

READ a third time and finally passed this 11th day of July, 2022.



Mayor



Clerk