



TOWN OF STRATFORD RESOLUTION

No. FT009-2024 – Community Campus Site Servicing and Waterfront Boardwalk Long Term Financing

Motion Carried X
Motion Lost
Motion Withdrawn

Council Chambers
Town Hall
October 9, 2024

Committee Finance & Technology Committee
Moved by Ron Dowling
Seconded by Jeff MacDonald

WHEREAS the Town of Stratford has completed the Community Campus Infrastructure (roads, solar array, and active transportation network) and the boardwalk at the Waterfront Park; and

WHEREAS the Town of Stratford asked for proposals for long term financing of \$2,300,000; and

WHEREAS we requested proposals from the following financial institutions:

- Bank of Montreal;
- Provincial Credit Union;
- CIBC;
- Royal Bank;
- Scotia Bank;
- TD Bank;

AND WHEREAS the request for proposals closed at 1:30 p. m. on October 8, 2024; and

WHEREAS the long term financing of \$2,300,000 is within the 10% capital debt threshold of the Town of Stratford. The current borrowing limits for the Town of Stratford based on our total assessed tax base (\$1,261,487,155 x 10% = \$126,148,715) of which we are using \$18,564,267 as of March 31, 2024; and

WHEREAS the following rates were received for long term financing:

Option 1: Fixed Term Loan with an amortization of 20 years.

Fixed Term	Term	<u>TD</u>	<u>RBC</u>	<u>Scotiabank</u>	<u>CIBC</u>
Option 1	1	4.40%	4.22%	4.799%	
	2	4.13%	4.02%	4.727%	
	3	4.12%	4.04%	4.734%	
	4	4.16%	3.99%	4.804%	
	5	4.14%	4.11%	4.897%	5.43%

Option 2 – CORRA Rate Loan and Interest Rate Swap based on a 20 year amortization.

CORRA Rate		<u>TD</u>	<u>RBC</u>	<u>Scotiabank</u>
Option 2	1	4.46%	4.43%	5.04%
	2	4.19%	4.19%	4.79%
	3	4.07%	4.00%	4.67%
	5		4.05%	
	7		4.09%	
	10		4.22%	
	15		4.35%	
	20		4.37%	

BE IT RESOLVED that the Town of Stratford enter a fixed term loan of two (2) years with an amortization of 20 years with RBC for the Community Campus Infrastructure and Waterfront Boardwalk at the rate of 4.02% and that the Mayor and Chief Administrative Officer be authorized to enter into the loan Agreement with RBC on behalf of the Town of Stratford.

This Resolution bears the recommendation of the Finance and Technology Committee as submitted via an email poll on October 8, 2024.