THE CORPORATION OF THE CITY OF PETERBOROUGH

BY-LAW NUMBER 11-138

BEING A BY-LAW TO AUTHORIZE THE FINANCING OF THE $1,050,000 PURCHASE AND EXTERIOR FINISHING COSTS OF THE FORMER KAWARTHA LAKES FLIGHT CENTRE FACILITY AT THE PETERBOROUGH MUNICIPAL AIRPORT THROUGH A LOAN FROM THE WORKING FUND RESERVE

WHEREAS as its meeting held November 14, 2011 Council of the City of Peterborough approved the purchase of the former Kawartha Lakes Flight Centre Facility at the Peterborough Municipal Airport and Exterior Finishing Costs for a total amount of $1,050,000;

AND WHEREAS as its meeting held November 14, 2011 Council of the City of Peterborough further resolved that a by-law be enacted to finance the purchase and exterior finishing costs through a loan from the Working Fund Reserve;

AND WHEREAS the Treasurer has calculated an updated limit for the Corporation of the City of Peterborough using its most recent financial debt and obligation limit determined by the Ministry of Municipal Affairs in accordance with the provisions of Ontario Regulation 403/02 (the "Limit");

AND WHEREAS the Treasurer has calculated the estimated annual amount payable in respect of the loan and has determined that such estimated annual amount payable will not cause the Corporation’s total annual debt repayment to exceed the Limit;

THE CORPORATION OF THE CITY OF PETERBOROUGH BY THE COUNCIL THEREOF HEREBY ENACTS AS FOLLOWS:

That the purchase and exterior finishing costs of the former Kawartha Lakes Flight Centre Facility at the Peterborough Municipal Airport in the amount of $1,050,000 be financed through a loan from the Working Fund Reserve to be structured as follows:

i) Term of a loan not to exceed 10 years
ii) Loan allows for pre-payment of principal at any time
iii) Annual interest rate over the term of the loan will be fixed at 3.25%

And that the principal and interest payments shall be recovered upon either:

i) The sale of the subject property; or
ii) Through the Leasing of the subject property

By-law read a first, second and third time this 14th day of November, 2011.

(Sgd.) Daryl Bennett, Mayor

(Sgd.) John Kennedy, Deputy Clerk