



TOWN OF CORNWALL

RESOLUTION

DATE: October 21, 2020

DEPARTMENT: Infrastructure

MOTION NUMBER: I-08-2020 ICIP Wellfield Project Loan

MOTION CARRIED 5-0 ✓

MOTION LOST _____

MOTION WITHDRAWN _____

Moved by Councillor  **Elaine Barnes**

Seconded by Councillor  **Cory Stevenson**

Whereas: The Town of Cornwall Water and Sewer Utility has been approved through the Investing in Canada Infrastructure Program (ICIP) for a project to develop a new wellfield to supply the future domestic water needs of the Town,

And Whereas: The ICIP program provides federal/provincial funding of 73.33% of a project, and the Cornwall Wellfield project was tendered in two phases for the combined amount of two million six hundred and fourteen thousand, two hundred and forty four dollars (\$2,614,244),

And Whereas: The Town of Cornwall desires to finance the project through a bridge loan in the amount of \$2,614,244 from the National Bank, with the portions of the project funded through the senior levels of government (\$1,917,025) being in the form of a demand loan repayable as payments from the senior levels of government are received at the interest rate of Prime less .75%, the remaining municipal portion (\$697,219) of the financing shall convert to a term loan upon project completion with a five year term on a fifteen year amortization at an approximate annual interest rate of 2.21%, final rate, acceptable to the Town, to be determined at the time of booking of the term loan,

And Whereas: The securing of this loan does not cause the Town of Cornwall to exceed its statutorily mandated debt limit,

Therefore, be it Resolved: That the Town of Cornwall commission the loan as described above for the Cornwall Wellfield Development Project.