



April 2021 Loan Renewal with City of Toronto

Item 2G

February 5, 2021

Building Investment, Finance and Audit Committee

Report: BIFAC:2020-09

To: Building Investment, Finance and Audit Committee
("BIFAC")

From: Chief Financial Officer & Treasurer

Date: January 11, 2021

PURPOSE:

The purpose of this report is to seek approval from the BIFAC and the Board of Directors (the "Board") to renew a loan with the City of Toronto ("the City") that will expire on April 1, 2021.

RECOMMENDATIONS:

It is recommended that the BIFAC approve the following and forward to the Board for their approval:

1. Approve the renewal of the loan amount of \$ 602,812.42 with the City of Toronto; and
2. Authorize the President and Chief Executive Officer or the Chief Financial Officer & Treasurer to take necessary actions, including negotiation and execution of such documentation as may be required, in order to give effect to the above recommendation.

REASONS FOR RECOMMENDATIONS:

The original loan amount was \$1,248,000.00 and started in 2006 as a 15 year term loan with 25 year amortization. The interest rate was 2.75%. Pursuant to the loan agreement, TCHC has an option to renew the loan for a further term of 10 years. The interest rate for the renewal term will be determined on the renewal date.

The terms of the loan renewal are subject to approval by the City. Once the approval is obtained, finalizing the renewal with the City is targeted for Q1 2021.

IMPLICATIONS AND RISKS:

There are no significant additional implications or risks as a result of the City loan renewal.

SIGNATURE:

“Rose-Ann Lee”

Rose-Ann Lee
Chief Financial Officer & Treasurer

ATTACHMENTS:

Confidential Attachment 1: Summary of City Loan Details

Reason for Confidential Attachment:

Matters that are not required to be disclosed under the *Municipal Freedom of Information and Protection of Privacy Act*, including but not limited to a proposed or pending transaction with a third party.

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