



County Council

Meeting Date: February 11, 2025

Submitted by: Cindy Howard, General Manager of Finance and & Community Services / Deputy CAO / County Treasurer

Josh White, Procurement Services Manager

Subject: Middlesex County Loan Program: Municipality of North Middlesex Application

BACKGROUND:

At the November 26, 2024 Council Meeting, County Council carried the motion:

THAT staff be directed to prepare a Loan Agreement between the Municipality of North Middlesex and the County of Middlesex for a loan in the amount of \$2,500,000 for the North Middlesex Parkhill Fire and Middlesex-London Paramedic Service Station for Council consideration.

The Municipality of North Middlesex then formally submitted a loan application on December 9, 2024 which is attached to this report within Schedule "A" of the loan agreement.

ANALYSIS:

Once the application was received, County staff worked with the Municipality of North Middlesex to obtain all applicable information including:

- Most recent audited financial statements
- Any existing debenture by-laws
- An overall debt overview

The North Middlesex Parkhill Fire and Middlesex-London Paramedic Service Station Funding:

Total Capital Cost of the Project:	<u>\$8,432,950.07</u>
Municipal Portion:	<u>\$8,419,213.49</u>
Loan Request	<u>\$2,500,000.00</u>
Maximum of 50% Municipal Portion or \$4,800,000 whichever is less	

Following review of the received information County staff is comfortable recommending the loan be approved from a financial perspective.


The Middlesex County Loan Program by-law as well as a copy of the loan agreement, in a format drafted by the County Barrister & Solicitor, has been provided with this report.

FINANCIAL IMPLICATIONS:

The loan amount is \$2,500,000.00 at an interest rate of 0%. The requested term of the loan is for ten (10) years. An amortization schedule can be found in Schedule “B” of the attached loan agreement.

ALIGNMENT WITH STRATEGIC FOCUS:

This report aligns with the following Strategic Focus, Goals, or Objectives:

Strategic Focus	Goals	Objectives
Connecting Through Infrastructure 	Ensure communities are built on a sustainable foundation that is connected and thriving	<ul style="list-style-type: none">• Commit to a sound asset management strategy to maintain and fund critical infrastructure

RECOMMENDATION:

THAT the Middlesex County Loan Program: Municipality of North Middlesex Application report be received for information;

THAT the Municipality of North Middlesex’s Middlesex County Loan Program application in the amount of \$2,500,000.00 for the North Middlesex Parkhill Fire and Middlesex-London Paramedic Service Station be approved;

AND THAT a by-law be introduced at the February 11, 2025 Council meeting to:

- a. Authorize and approve the Loan Agreement with the Municipality of North Middlesex; and
- b. Authorize the Warden and the County Clerk to execute the Agreement.