**THE UNITED CHURCH OF CANADA LOAN**

**CANADIAN EMERGENCY BUSINESS ACCOUNT ‘CEBA’ CLOSEOUT**

Borrower: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ United Church

Address: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Charitable Number: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Lender: The United Church of Canada (“United Church”)

WHEREAS The United Church of Canada through the Financial Services Unit (the “United Church”) has made a loan of ***$\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_*** (the “Loan”) to ***\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ United Church*** (the “Borrower”) for the purpose of assisting this community of faith in continuing with operations while complying with Disbursement of Funds Priority (*The Manual, section G.4.2.4*).

FOR VALUABLE CONSIDERATION RECEIVED We, the undersigned Trustees of ***\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ United Church*** hereby agree with the United Church as follows*:*

1. We promise to pay the Loan to the United Church on the terms contained in this Agreement.
	1. Interest at 5.00% begins to accrue on February 1, 2024.
	2. Principal and interest will be paid with each monthly payment.
	3. Void cheque will be included for pre-authorized payments (“PAR”)
	4. Payment Plan we have chosen is outlined below: (refer to schedule A for options)
		1. \_\_\_\_\_\_ year repayment with monthly payment of $\_\_\_\_\_\_\_\_\_\_\_\_
2. The Loan shall immediately become due and payable if:
	1. the Property is disposed of by sale or otherwise (in whole or in part);
	2. the property is not used for the purpose of a church building including place of worship and related uses;
	3. The Borrower ceases to be a congregation of The United Church of Canada; or
	4. The Borrower fails to maintain insurance at any time for the full replacement value of the Property.
3. We have the right to make any additional payments on account of principal at any time without notice or bonus. We understand that the making of additional payments will not affect the monthly regular payments which we will make until the Loan has been repaid in full.
4. We certify that on the \_\_\_\_\_\_\_ day of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, *2023* we were properly authorized at a meeting of the Trustees of ***\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ United Church*** to enter into the Loan on behalf of the Borrower on the terms set out in this Agreement.

SIGNED at \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ on behalf of **\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ United Church** of The United Church of Canada on the \_\_\_\_\_\_ day of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, 2023.

SIGNATURES OF TRUSTEES

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**Schedule A**

Below is an outline of your repayment options. Choose the payment option that works best for your congregation and fill in your choice in the loan agreement, Section 1.d.i.

Example: \_\_\_\_\_\_ year repayment with monthly payment of $\_\_\_\_\_\_\_\_\_\_\_\_

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Loan Payment Calculation Tool** |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
| **Terms CEBA $40,000** | Scenario 1 | Scenario 2 |  |  |
|   |  |  |  |  |
| current balance |  40,000.00  |  40,000.00  |  |  |
| federal CEBA forgiveness |  10,000.00  |  10,000.00  |  |  |
| Principal ($) | 30,000.00 | 30,000.00 |  |  |
| Term (Months) | 36 | 60 |  |  |
| # of years | 3 | 5 |  |  |
| Interest rate (compounded monthly, calculated monthly) (%) | 5.0% | 5.0% |  |  |
| Future value ($) | 32,368.57 | 33,968.22 |  |  |
|   |  |  |  |  |
| Month Payment ($) | **899.13** | **566.14** |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
| **Terms CEBA $60,000** | Scenario 1 | Scenario 2 |  |  |
|   |  |  |  |  |
| current balance |  60,000.00  |  60,000.00  |  |  |
| federal CEBA forgiveness |  20,000.00  |  20,000.00  |  |  |
| Principal ($) | 40,000.00 | 40,000.00 |  |  |
| Term (Months) | 36 | 60 |  |  |
| # of years | 3 | 5 |  |  |
| Interest rate (compounded monthly, calculated monthly) (%) | 5.0% | 5.0% |  |  |
| Future value ($) | 43,158.09 | 45,290.96 |  |  |
|   |  |  |  |  |
| Month Payment ($) | **1,198.84** | **754.85** |  |  |
|  |  |  |  |  |