**Acknowledgement of Tax Responsibility**

**IN THE MATTER of a mortgage loan to** **[mortgagor]**

**Secured by a mortgage registered in favour of Bridgewater Bank against title to the property municipally known as** **[address], (the “Property”)**

I/We are the mortgagors in the above-described transaction and have signed the Mortgage as part of the conditions under which Bridgewater Bank has granted me/us a loan.

Accordingly, I/we acknowledge, as well as all other terms of the mortgage, that:

1. I/We have read the terms and conditions of the mortgage.
2. A term and condition of the mortgage is that all property taxes are and shall remain paid and current, and are not in arrears. If a tax installment program is available in the properties municipality, I/We acknowledge that it is a term of the mortgage to enroll.
3. Tax arrears can form the basis for a lien on the Property, if registered that lien takes priority over Bridgewater Bank’s mortgage security. To protect the status of its mortgage security, Bridgewater Bank has the right to pay tax arrears on my behalf. If Bridgewater Bank makes any such payment, I will immediately repay to Bridgewater Bank the full amount paid by Bridgewater Bank to the municipal taxing authority, plus interest at the mortgage rate on such amount.
4. Bridgewater Bank has the option to assess fees for tax searches related to the Property and/or for payment of the tax arrears.
5. Upon request by Bridgewater Bank, I/we agree to provide updates as to the then current tax status on the Property, such updates will be in the form of documentation from the relevant taxing municipality.

I/We hereby, and so long as the mortgage is duly registered against the Property, authorize the municipal taxing authority or other relevant body to release to Bridgewater Bank, any documents relating to annual tax assessments on the Property, the status of the relevant tax account, and any arrears or penalties which may then be assessed against the Property.

Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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Mortgagor Name Witness

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Mortgagor Name Witness