

**THE CORPORATION OF
THE TOWNSHIP OF BONNECHERE VALLEY**

BY-LAW NO. 2007-17

**BEING A BY-LAW TO PERMIT INTERIM BORROWING AS
NECESSARY FOR CURRENT EXPENDITURES UNTIL TAXES ARE
COLLECTED**

WHEREAS the Council of the Corporation may deem it necessary to borrow a sum up to \$2,247,857.00 dollars to meet ,until the taxes are collected, the current expenditures of the Corporation for the year;

AND WHEREAS the total of amounts previously borrowed under Section 407 of the Municipal Act as amended from time to time, (the "Act"), that have not been repaid are \$0.00 dollars.

AND WHEREAS the amount of the estimated revenues (as defined and interpreted in the Act) of the Corporation as set out in the estimates adopted for the current year and not yet collected (or, if the same have not yet been adopted, the amount of the estimated revenues of the Corporation as set forth in the estimates adopted for the preceding year) 2006 is \$4,495,714.00 dollars.

AND WHEREAS the amount to be borrowed under this by-law and the amounts of borrowing that have not been repaid does not in the aggregate exceed from January 1st to September 30th of the year, 50% of the total and from October 1st to December 31st, 25% of the total of the estimated revenues of the Corporation as set out above.

BE IT THEREFORE ENACTED by the said Council as follows:

- (1) The Mayor and the CAO of the Corporation are hereby authorized on behalf of the Corporation to borrow from time to time, by way of promissory note or bankers' acceptance, from Bank of Montreal, a sum or sums not exceeding in the aggregate \$2,247,857.00 dollars.
To meet, until the taxes are collected, the current expenditures of the Corporation for the year, including the amounts required for the purposes mentioned in subsection (1) of the said Section 407, as amended from time to time, and to give, on behalf of the Corporation, to the Bank a promissory note or notes, sealed with the corporate seal and signed by them for the moneys so borrowed, and such other documentation as may be requested by the Bank therefore, with interest at a rate not exceeding one and one half per centum above prime per annum, which may be paid in advance or otherwise.
- (2) All sums borrowed from the said Bank, for any or all of the purposes mentioned in the said Section 407 as amended from time to time, shall, with interest thereon, be a charge upon the whole of the revenues of the Corporation for the current year and for all preceding years as and when such revenues are received.
- (3) The CAO is hereby authorized and directed to apply in payment of all sums borrowed pursuant to the authority of this By-law, as well as all the other sums borrowed in this year and any previous years, from the said Bank for any or all of the purposes mentioned in the said Section 407, as amended from time to time, together with interest thereon, all of the moneys hereafter collected or received on account or realized in respect of the taxes levied for the current year and preceding years and all of the moneys collected or received from any other source, which may lawfully be applied for such purposes.

READ A FIRST AND SECOND TIME THIS THE 12TH DAY OF FEBRUARY, 2007.

READ A THIRD TIME AND PASSED THIS THE 12TH DAY OF FEBRUARY, 2007

Mayor

CAO