

FOR ADVANCES TO MUNICIPAL CORPORATIONS
ON OVERDRAWN ACCOUNT.

Agreement made the *fourteenth* day of *December* A.D. 1907, between the Municipal Corporation of the *Township* of *Westmeath* hereinafter called "the Corporation," of the one part, and THE BANK OF OTTAWA, hereinafter called "the Bank," of the other part.

Whereas by a by-law passed by the Council of the Corporation on the *14th* day of *December* A.D. 1907, and numbered *20*, authority was given under Section 413 of the Consolidated Municipal Act, 1892, as amended, to borrow from the Bank the moneys therein mentioned, to meet the current expenditure of the Corporation, and by such by-law this agreement was authorized.

And whereas the Corporation desires to borrow the said moneys by way of overdraft of their current account with the Bank, and the Bank in consideration of this Agreement has consented thereto, and has established an open credit for the purpose as herein set forth.

Now it is hereby agreed that the said moneys may be borrowed by the Corporation from the Bank by way of overdraft, such overdraft to be created by the payment of cheques properly drawn on the Bank on behalf of the Corporation, and the Bank agrees to pay cheques so drawn from time to time, provided that (after crediting all deposits made from time to time) the said account will not thereby be overdrawn beyond the amount authorized by the said by-law.

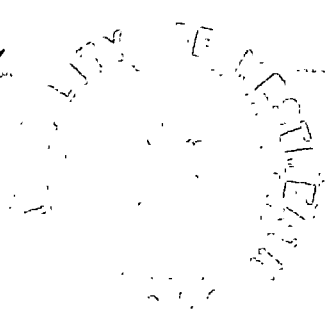
And whereas for the convenience of the Corporation and the profitable use of the said open credit, it has been agreed that during the currency of the said loan any sum or sums of money received by the Corporation may be deposited to the credit of the said current account, and the same in whole or in part again withdrawn, **It is hereby expressly agreed** that no deposit or deposits made for the credit of the said current account shall be regarded as made in repayment of the loan authorized by the said by-law or any part thereof, or shall have the effect of repaying the same, but that the balance at any time, and from time to time, existing as an overdraft of the said current account shall constitute the loan authorized by the said by-law. **Provided however**, that should the Corporation by notice in writing apply any deposit or deposits as payment *pro tanto* of the said advance, then it or they shall be so applied, and the total amount of the overdraft at any time thereafter shall not exceed the amount authorized by the said by-law, less the aggregate amount of the deposit or deposits so applied.

It is further agreed that the Bank shall not call for payment of the said moneys until the fifteenth day of December next ensuing, and that the Corporation shall repay the same at that date. It is also agreed that the said advance shall bear interest at the rate of *six* per cent. per annum, which shall be added at the end of each month to the amount advanced up to that time.

In witness whereof the Corporation has caused its corporate seal to be hereto fixed.

William Ross
Mayor

John Brown
Clerk



Date *December 14th 1907*

Agreement.

BETWEEN THE MUNICIPAL CORPORATION
OF THE

Township of Westmeath
AND

THE BANK OF OTTAWA.

