

CORPORATION OF THE VILLAGE OF COBDEN

BY-LAW # 1991-10

BEING a by-law to authorize borrowing up to \$125,000.00 to cover short term overrun pending receipt of tax revenues. This overrun will be paid by May 31, 1991.

WHEREAS the Municipal Act. R.S.O. 1980, Chapter 302 Section 189, provides authority for a council by By-Law to authorize the head of Council and the treasurer to borrow from time to time, by way of promissory note, such as the sums as the Council considers necessary to meet, until taxes are collected, the current expenditures of the Corporation until the end of May 1991, and

WHEREAS, the total amount which may be borrowed from all sources at any one time to meet the current expenditures of the Corporation, except with the approval of the Municipal Board, is limited by Section 189 of the Municipal Act, and

WHEREAS, if the Council borrows any larger amount than is permitted, every member of the Council who knowingly votes therefore is disqualified from holding office (municipal) for two years.

NOW THEREFORE, the Council of the Corporation of the Village of Cobden enacts as follows:

1. The head of Council and the treasurer are hereby authorized to borrow on the short term by way of promissory note during the months of April and May 1991, (hereinafter referred to as the current year) such sums as the council considers necessary to meet until the taxes are collected, the current expenditures of the Corporation and the other amounts that are set out in subsection 189 (1) of the Municipal Act.
2. The amounts that may be borrowed under this by-law and the lender shall be as determined from time to time as required up to a limit of \$125,000.00.
3. The treasurer shall, at the time when any amount is borrowed under this by-law ensure that the lender is furnished with a certified copy of this by-law.
4. ALL or any sums borrowed under this by-law shall with interest thereon, be a charge upon the whole or any part or parts of the revenues of the Corporation for the current year as and when such revenues are received; provided that such charge does not defeat or affect and is subject to any prior charge then subsisting in favour of any other lender.
5. THE treasurer is hereby authorized and directly to apply in payment of all or any sums borrowed under this by-law, together with interest thereon, all or any of the monies hereafter collected or received, either on account of or realized in respect of the taxes levied for the current year and preceding years or from any other source, which may lawfully be applied for such purpose.
6. All by-Laws inconsistent with this by-law are hereby repealed.

READ a first, second and finally passed upon the third reading this 9 day of April 1991.

RECEIVED

CLERK-TREASURER