The Township of Cavan Monaghan

By-law No. 2018-02

Being a by-law authorizing the temporary borrowing of funds to offset the current expenditures of the Township of Cavan Monaghan

Whereas in accordance with subsection 407(1) of the Municipal Act, R.S.O. 2001, c. 25, as amended, and herein referred to as “the Act”, the Municipality considers it necessary to borrow the amount of $1,500,000 to meet, until taxes are collected, the current expenditures of the Municipality for the year 2018.

And Whereas pursuant to subsection 407(2) of the Act, the total amount borrowed pursuant to this by-law together with the total of any similar borrowings is not to exceed the limits set forth in that subsection.

And Whereas the total amount previously borrowed by the Municipality pursuant to section 407 that has not been repaid is $0.00.

Now Therefore the Council of the Township of Cavan Monaghan enacts as follows:

1. The Mayor and the Treasurer are authorized on behalf of the Municipality to borrow from time to time by way of promissory note or bankers’ acceptance from TD Canada Trust a sum or sums not exceeding in the aggregate $500,000 to meet, until taxes are collected, the current expenditures of the Municipality for the year (including the amounts required for purposes mentioned in subsection 407(1) of the Act) and to give TD Canada Trust promissory notes or bankers’ acceptances, as the case may be, sealed with the corporate seal of the Municipality and signed by the Mayor and Treasurer for the sums borrowed plus interest at a rate to be agreed upon from time to time with TD Canada Trust.

2. All sums borrowed pursuant to this by-law, as well as all other sums borrowed pursuant to the Act in this year and in previous years from TD Canada Trust from any purpose will, with interest thereon, be a charge upon the whole of the revenues of the Municipality for the current year and for all preceding years as and when this revenue is received.

3. The Treasurer is authorized and directed to apply in payment of all sums borrowed plus interest, all of the moneys collected or received on account in respect of taxes levied for the current year and preceding years or from any source which may lawfully be applied for this purpose.

4. The Treasurer is authorized to furnish TD Canada Trust a statement
showing the nature and amount of the estimated revenues of the Municipality not yet collected and also showing the total of any amounts borrowed that have not been repaid.

Read a first, second and third time and passed this 15th day of January, 2018.

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Scott McFadden      Elana Arthurs
Mayor               Clerk