

**CORPORATION OF THE VILLAGE OF MERRICKVILLE - WOLFORD
BY - LAW No. 01- 15**

ONTARIO MUNICIPAL CORPORATIONS - BORROWING BY-LAW

BEING a By-Law to authorize the Municipality to borrow up to \$2,000,000 during the January 1, 2015 to September 30, 2015 period and up to \$1,000,000 during the October 1, 2015 to December 31, 2015 period in order to finance the Village's Current Operating Expenditures on an interim basis;

WHEREAS Sections 407 (1) and (2) of the Municipal Act, S.O. 2001, c.25, as amended, authorize Council to pass a by-law authorizing the municipality to borrow from time to time by way of promissory note or bankers' acceptance such sums as Council considers necessary to meet the current expenditures of the Corporation for the year until the taxes are collected and other revenues are received, provided the amounts borrowed between January 1 and September 30 and between October 1 and December 31 of the year do not exceed fifty per cent (50%) and twenty five per cent (25%), respectively, of the total estimated revenues of the corporation as set forth in the budget adopted for the prior year;

AND WHEREAS the Council deems it necessary to authorize the borrowing together with any similar borrowings that have not been repaid, a maximum of \$2,000,000 during the period between January 1, 2015 and September 30, 2015, and a maximum of \$1,000,000 during the period between October 1, 2015, and December 31, 2015 in order to meet the current operating expenditures of the Corporation until the taxes are collected, such sums representing not more than fifty percent (50%) and twenty-five percent (25%), respectively, of the estimated revenue of the Corporation as set forth in the budget adopted for the prior year;

AND WHEREAS Council deems it expedient to pass a by-law for such purpose.

NOW THEREFORE the Council of the Corporation of the Village of Merrickville-Wolford does enact as follows:

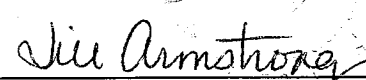
1. The Mayor and Treasurer of the Corporation are hereby authorized under the seal of the Corporation, to borrow by way of promissory note or banker's acceptance a sum not exceeding \$2,000,000 between January 1, 2015 and September 30, 2015 and \$1,000,000 between October 1, 2015 and December 31, 2015 for the purpose of meeting the current operating expenditures of the Corporation until the taxes are collected.
2. Despite the provisions of Section 1 of this By-law, the amounts that may be borrowed during the times and for the purposes mentioned in Section 1 of this By-law, together with the total of any similar borrowings that have not been repaid, shall not, except with the approval of the Ontario Municipal Board, exceed during the period between January 1, 2015 and September 30, 2015, and during the period between October 1, 2015 and December 31, 2015, fifty percent (50%) and twenty-five percent (25%), respectively, of the uncollected balance of the estimated revenues of the Corporation as set forth in the budget adopted for the prior year.
3. The Mayor and Treasurer are hereby authorized to pay or allow the bank or banks or any other person, firm or corporation that lends money to the Corporation, interest on the sums borrowed at such rates of interest and on such other terms as may be arranged by the Treasurer and adopted by Council.
4. The promissory note, or notes, debentures, covenants or agreements sealed with the seal of the Corporation and signed on behalf of the Corporation by the Mayor and Treasurer may be given to the said bank or banks, person, firm or corporation as aforesaid as security for the repayment of the amounts borrowed with interest thereon as aforesaid.
5. This By-law shall come into force and take effect on January 1, 2015

READ a first and second time this 12th day of January 2015.

READ a third and final time and passed this 12th day of February 2015.



David B. Nash, Mayor



Jill E. Armstrong, CAO/Clerk