

*The Corporation of the
Township of Pelee*

By-law No.: 1537

(Being a By-law to Authorize the Borrowing of Money to Meet Current Expenditures)

WHEREAS pursuant to the provisions of Section 187(1) of the Municipal Act, R.S.O. 1990, c.M.45, as amended, a council may by by-law either before or after the passing of the by-law for imposing the rates for the current year authorize the head and treasurer to borrow from time to time by way of promissory note or bankers' acceptance such sums as the council considers necessary to meet, until the taxes are collected and other revenues are received, the current expenditures of the corporation for the year, including the amounts required for sinking fund, principal and interest falling due within the year upon any debts of the corporation, school purposes, special rates purposes, and for any board, commission or body and other purposes for which the corporation is required by law to provide;

AND WHEREAS pursuant to the provisions of Section 187(2) of the Municipal Act, R.S.O. 1990, c.M.45, as amended, the amount that may be borrowed at any one time for the purposes mentioned in subsection (1), together with the total of any similar borrowings that have not been repaid, shall not, except with the approval of the Municipal Board, exceed from January 1st to September 30th of the year 50 percent of the total, and from October 1st to December 31st, 25 percent of the total of the estimated revenues of the corporation as set forth in the estimates adopted for the year. R.S.O. 1980, c. 302, s. 189 (2); 1992, c.15, s. 15(1);

AND WHEREAS the council deems is necessary to borrow \$750,000 in total for the current year;

NOW THEREFORE, the Council of the Corporation of the Township of Pelee (hereinafter called the Corporation) **HEREBY ENACTS AS FOLLOWS:**

THAT the Head and the Treasurer are authorized on behalf of the Corporation to borrow from time to time by way of promissory note or bankers' acceptance from the Canadian Imperial Bank of Commerce ("CIBC") a sum or sums not exceeding in the aggregate \$750,000 to meet, until taxes are collected, the current expenditures of the Corporation for the year (including the amounts required for the purposes mentioned in subsection 187(1) of the Act) and to give to the CIBC promissory notes or bankers' acceptances, as the cases may be, sealed with the corporate seal of the Municipality and signed by the Head and the Treasurer for the sums borrowed plus interest at a rate to be agreed upon from time to time with the CIBC;

THAT 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 CIBC for any purpose will, with interest thereon, be a charge upon the whole of the revenues of the Corporation for the current year end and for all preceding years as and when this revenue is received;