

**THE CORPORATION OF THE MUNICIPALITY OF
CLARINGTON BY-LAW NUMBER 2020-**

**Being a by-law to authorize the borrowing of
\$15,000,000 to meet, until the taxes
are collected, the current
expenditures of the Municipality for
the year 2021**

WHEREAS under Section 407 of the *Municipal Act, 2001*, the Municipality is empowered to borrow for current expenditures from January 1st to September 30, up to 50 per cent and from October 1 to December 31 up to 25 per cent, of the estimated revenues for the year;

NOW THEREFORE THE COUNCIL OF THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON HEREBY ENACTS AS FOLLOWS:

1. THAT the Director of Financial Services/Treasurer be hereby authorized on behalf of the Municipality to borrow from time to time by way of operating line of credit/overdraft facility, from the Bank holding the Municipality's banking contract, (hereinafter called the "Bank"), a sum or sums not exceeding in the aggregate \$15,000,000 to meet until the taxes are collected the current expenditures of the Municipality for the year, including the amounts required for the purposes mentioned in Subsection (1) of Section 407 of the *Municipal Act, 2001*, with interest at such rate as may be agreed upon from time to time with the Bank under the banking contract.
2. THAT all sums borrowed pursuant to the authority of this by-law as well as all other sums borrowed in this year and in previous years from the Bank for any or all of the purposes mentioned in the said Section 407, shall 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 such revenues are received.
3. THAT the Director of Financial Services/Treasurer is hereby authorized and directed to apply in payment of all sums borrowed as aforesaid, together with interest thereon, all of the monies hereafter collected or received either on account or realized in respect of taxes levied for the current year and preceding years or from any other source which may lawfully be applied for such purpose.

Attachment 1 to Report FND-046-20

4. THAT the Director of Financial Services/Treasurer is hereby authorized to furnish to the Bank 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 under Section 407 of the *Municipal Act, 2001*, that have not been repaid.

BY-LAW passed in open session this day of _____ 2020.

Adrian Foster, Mayor

June Gallagher, Municipal Clerk