

**THE CORPORATION OF THE CITY OF PETERBOROUGH**

**BY-LAW NUMBER 07- 070**

**BEING A BY-LAW TO AUTHORIZE THE BORROWING OF \$15,000,000 FOR 2007 CURRENT EXPENDITURES**

WHEREAS Section 407(1) of the Municipal Act, 2001, S.O. 2001, C.25 provides a municipality may authorize temporary borrowing from time to time such sums as the Council considers necessary to meet, until the taxes are collected, 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 debt 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 Section 407(2) of the Municipal Act, 2001, S.O. 2001, C.25 stipulates that the amount that may be borrowed at any one time shall not exceed from January 1<sup>st</sup> to September 30<sup>th</sup> of the year, 50 per cent of the total, and from October 1<sup>st</sup> to December 31<sup>st</sup>, 25 per cent of the total of the estimated revenues of the corporation as set forth in the estimates adopted for the year;

AND WHEREAS the Council of the Corporation deems it advisable to have authority in place to borrow the sum of \$15,000,000 to meet the current expenditures of the Corporation for the year until taxes are collected;

AND WHEREAS the total amount of the estimated 2007 revenues of the Corporation is \$185,532,201.00

THEREFORE THE COUNCIL OF THE CORPORATION OF THE CITY OF PETERBOROUGH HEREBY ENACTS AS FOLLOWS:

1. In this By-law a promissory note includes an instrument or commercial paper known as Banker's Acceptance.
2. The Mayor and Treasurer are hereby authorized on behalf of the Corporation to borrow from time to time, by way of promissory note, a sum or sums not exceeding the aggregate \$15,000,000, at any one time, to meet, until the taxes are collected, the current expenditures of the Corporation for the year, including the amounts required for the purposes mentioned in Subsection 407(1) of the Municipal Act, 2001, S.O. 2001, C.25, and to give, on behalf of the Corporation a promissory note or notes, sealed with the Corporate Seal and signed for them for the moneys so borrowed with interest at a rate not exceeding the prime lending rate which may be paid in advance or otherwise.

3. All sums borrowed for any or all purposes mentioned in Subsection 407(1) of The Municipal Act, 2001, S.O. 2001, C.25, with interest thereon, be a charge upon the whole of the revenue of the Corporation for the current year and for all preceding years, when such revenues are received.

By-law read a first, second and third time this 22<sup>nd</sup> day of May 2007

(Sgd.) Henry Clarke, Deputy Mayor

(Sgd.) Nancy Wright-Laking, City Clerk