

**THE CORPORATION OF  
THE TOWNSHIP OF BONNECHERE VALLEY**

BY-LAW NO. 2006-86

**BEING A BY-LAW TO PERMIT LONG TERM BORROWING FOR THE  
PURPOSE OF RENEWING THE FIRE STATION, OFFICE BUILDING  
LOAN**

WHEREAS Section 401(1) of the Municipal Act 2001 states “Subject to this or any other Act, a municipality may incur a debt for municipal purposes, whether by borrowing money or in any other way, and may issue debentures and prescribed financial instruments and enter prescribed financial agreements for on in relation to the debt”;

AND WHEREAS the Council of the Corporation deems it necessary to borrow a sum of \$111,153.07 dollars to renew the existing loan on the Municipal building;

AND WHEREAS the total of amounts previously borrowed under Ontario Regulation 403/02 of the Municipal Act as amended from time to time, (the “Act”), do not exceed the Townships annual repayment limits.

BE IT THEREFORE ENACTED by the said Council as follows:

- (1) The Mayor and the CAO of the Corporation are hereby authorized on behalf of the Corporation to borrow, by way of a fixed rate loan at a rate of 5.69% per annum, from Bank of Montreal, a sum not exceeding \$111,153.07 dollars.
- (2) That the fixed rate loan be borrowed over a 4 year renewal term and that the payments be \$2594.66 per month maturing on the 30<sup>th</sup> of November, 2010.

READ A FIRST AND SECOND TIME THIS THE 14<sup>TH</sup> DAY OF NOVEMBER, 2006.

READ A THIRD TIME AND PASSED THIS THE 14<sup>TH</sup> DAY OF NOVEMBER, 2006.

\_\_\_\_\_  
Mayor    Zig Mintha

\_\_\_\_\_  
CAO    Bryan Martin