

BORROWING BY-LAW MUNICIPALITIES

BY-LAW NO. 2014-01

WHEREAS the Council

(COUNCIL)

of the

Municipality of Powassan

(NAME OF MUNICIPALITY)

(the "Corporation") deems it necessary to borrow the sum of

Six Hundred Thousand

dollars (\$600,000.00) to meet, until the taxes are collected and other revenues are received, current expenditures of the Corporation for the year;

BE IT THEREFORE ENACTED as a By-Law of the Corporation as follows:

(INSERT TITLES
RATHER
THAN NAMES)

1. The * Treasurer is/are hereby authorized to borrow on behalf of the Corporation from THE BANK OF NOVA SCOTIA (the "Bank") from time to time by way of promissory note or bankers' acceptance a sum or sums not exceeding at any one time Two Hundred Thousand dollars

(\$200,000.00) to meet, until the taxes are collected and other revenues are received, current expenditures of the Corporation for the year 2014.

2. The * Treasurer is/are hereby authorized to sign, make or draw on behalf of the Corporation and to furnish to the Bank from time to time promissory notes or bankers' acceptances for the sum or sums so borrowed with interest or any other charges at such rate as the Bank may from time to time determine.

3. The * Treasurer is/are hereby authorized and directed to furnish to the Bank at the time of each borrowing and at such other times as the Bank may from time to time request, a statement showing the nature and amount of the estimated revenues of the current year not yet collected or where the estimates for the year have not been adopted, a statement showing the nature and amount of the estimated revenues of the Corporation as set forth in the estimates adopted for the next preceding year and also showing the total of any amounts borrowed in the current year and in any preceding year that have not been repaid.

4. All sums borrowed from the Bank and any interest thereon and any other charges in connection therewith shall, be a charge upon the whole of the revenues of the Corporation for the current year and for any preceding years as and when such revenues are received and that * Treasurer is/are hereby authorized to sign on behalf of the Corporation and to furnish to the Bank an Agreement or Agreements of the Corporation charging the said revenues of the Corporation with payment of all sums borrowed from the Bank and any interest thereon and any other charges in connection therewith.

5. The * Treasurer is/are hereby authorized and directed to apply in payment of all sums borrowed from the Bank, and of any interest thereon and any other charges in connection therewith, all of the moneys hereafter collected or received on account or realized in respect of the taxes levied for the current year and for any preceding years and all of the moneys collected or received from any other source.

CERTIFICATE

I hereby certify that the foregoing is a true copy of By-Law No. 2014-01 of the Corporation of the Municipality of Powassan in the District of Parry Sound duly passed at a meeting of the Council of the said Corporation duly held on the 21 day of January, 2014, that the said By-Law is under the seal of the said Corporation and signed by its proper officers as required by law and that the said By-Law is in full force and effect.

SECURITY AGREEMENT MUNICIPALITIES AND SCHOOL BOARDS

To: THE BANK OF NOVA SCOTIA, (the "Bank")

(DELETE
WHICHEVER IS
INAPPLICABLE)

WHEREAS by a *By-law ~~or Resolution~~ passed by the Council
(COUNCILOR SCHOOLBOARD, ETC.)

of The Corporation of the Municipality of Powassan

(NAME OF MUNICIPALITY, SCHOOLDISTRICT, ETC.)

on the 21st day of January, 2014 authority was given to the

** Treasurer _____ to borrow from
the Bank the sum or sums therein mentioned and this Agreement was authorized.

*(INSERT TITLES
RATHER THAN
NAMES OF
AUTHORIZED
OFFICIALS AS
SET OUT IN THE
BORROWING
BY-LAW OR
RESOLUTION)

AND WHEREAS the Corporation desires to borrow the said sum or sums from the Bank.

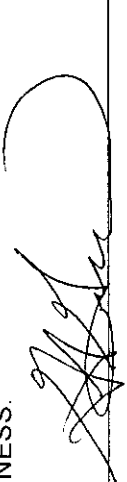
NOW IT IS HEREBY AGREED by the Corporation that in consideration of the Bank advancing or providing the said sum or sums to the Corporation that all the revenues of the Corporation of whatever nature and kind are hereby charged to and in favour of the Bank, as security for payment of the moneys so advanced or provided by the Bank and any interest thereon and any other charges in connection therewith and the Bank shall have a lien upon all such revenues until the charge hereby and by the said *By-law ~~or Resolution~~ created is satisfied.

The Corporation represents and warrants that the whole or any part or parts of the revenues of the Corporation are not subject to any prior charge, except as disclosed to the Bank in writing.

*** (FOR MUNICIPALITIES
IN ONTARIO
DELETE THE
PHRASE "ITS
CORPORATE SEAL
TO BE HEREUNTO
AFFIXED UNDER THE
HANDS OF" AND
INSERT INSTEAD
"THIS AGREEMENT TO
BE EXECUTED BY")

IN WITNESS WHEREOF the Corporation has caused *** its corporate seal to be hereunto affixed under the hands of its proper officers as required by law this 21 day of January, 2014.

WITNESS:


Gerry Giesler

By: Sign 
Title Mayor
Sign Maureen Lang c/s
Title Clerk-Treasurer

DATE RECEIVED
RECORDED
APPROVED
E.O. AUDITOR