

EXTRACTS

FROM THE MUNICIPAL ACT, 12TH VICTORIA, CHAP. 81, POINTING OUT THE DUTY OF MUNICIPAL CORPORATIONS IN PASSING BY-LAWS CREATING ANY DEBT, THE PROVISIONS OF WHICH SHOULD BE OBSERVED BY CORPORATIONS WHEN PASSING BY-LAWS AUTHORISING STOCK TO BE TAKEN UNDER THE ACT EMPOWERING SUCH MUNICIPAL COUNCILS TO TAKE STOCK.

CLXXVII. And be it enacted, That it shall be the duty of such Municipal Corporations respectively, to cause to be assessed and levied upon the whole rateable property in their Counties, Cities, Towns, Townships and Villages respectively, a sufficient sum of money in each year, to pay all debts incurred or which shall be incurred, with the interest which shall fall due or become payable within the year; and no By-law hereafter to be passed for the creation of any such debt, or for the negociation of any loan, shall be valid or effectual, to bind any such Municipal Corporation, unless a special rate per annum over and above, and in addition to all other rates whatsoever shall be settled in such By-law, to be levied in each year for the payment of the debt to be created by the loan to be negociated, nor unless such special rate shall be sufficient according to the amount of rateable property in such County, City, Town, Township, or Village, as the case may be, as shall appear by the then last assessment returns of such County, City, Town, Township or Village, to satisfy and discharge such debt, with the interest thereof, within twenty years from the passing of such By-law, and it shall not be competent to any such Municipal Corporation, to repeal such By-law, or to discontinue such rate, until the debt so to be incurred and the interest thereon shall be fully paid and discharged; nor to apply the proceeds thereof to any other purpose than the payment and satisfac-

Sums to be levied by assessment for the payment of debts and interest.