

(2) In the matter of by-laws passed, or to be passed for works payable by local assessment, in order to facilitate the negotiation of debentures issued thereunder, and add to their commercial value, the council of any township, city, town, or incorporated village, may declare that the debt to be created on the security of the special rate settled by the by-law is further guaranteed by the municipality at large, anything contained in sub-section (d) of this section to the contrary notwithstanding. 49 V. c. 37, s. 39; 50 V. c. 29, s. 48.

NOTE.—The powers contained in sub-section 2 should seldom be exercised unless the municipality at large is to be benefited to a considerable extent; similar powers are given under 53 V. c. 50, ss. 33, 620 (4, 7); 621, 622, 630a.

342.—(1) In any case of passing a by-law for contracting a debt, by borrowing money *for any purpose*, the municipal council may, in its discretion, make the principal of the debt repayable by annual instalments, during the currency of the period (not exceeding thirty years, if the debt is for gas or water works or railways, and not exceeding twenty years, if the debt is for any other purpose), within which the debt is to be discharged; such instalments to be of such amounts that the aggregate amount payable for principal and interest in any year shall be equal, as nearly as may be, to what is payable for principal and interest during each of the other years of such period; and may issue the debentures of the municipal corporation for the amounts, and payable at the times, corresponding with such instalments, together with interest, annually or semi-annually, as may be set forth and provided in the by-law. 52 V. c. 36, s. 13.

(2) The by-law shall set forth a certain specific sum, to be raised in each year during the currency of the debt, which annual sum shall be sufficient to discharge the several instalments of principal and interest accruing due on such debt, as the said instalments and interest become, respectively, payable according to the terms of the by-law; and in cases within this section it shall not be necessary that any provision be made for a sinking fund. 46 V. c. 18, s. 344; 52 V. c. 36, s. 13.