

MUNICIPALITY OF CENTRAL MANITOULIN

BY-LAW 99-12

BEING A BY-LAW TO SET UP A CAPITAL RESERVE.

WHEREAS the Municipal Act s. 163 (2) chapter M45 R.S.O. 1990 states that every municipality may in each year provide in its estimates for the establishment or maintenance of a reserve fund for any purpose for which it has authority to expend funds, and;

WHEREAS the Council of the Municipality of Central Manitoulin deems it wise business practice to set up a capital reserve for the purpose of funding future capital costs such as the replacement, reconstruction or acquisition of major equipment, structures and buildings.

NOW THEREFORE the Council of the Municipality of Central Manitoulin hereby creates a "Capital Reserve" for purposes of funding future capital costs, and;

That this reserve be created from the existing working reserves of the municipality, and;

That the initial fund amount be set at \$300,000.00 (three hundred thousand dollars), and;

That access to this fund, with the exception of short term borrowing, must be by way of municipal by-law, and;

That interest generated by this reserve shall be added to the reserve funds of the municipality and shall become part of the Capital Reserve.

This by-law shall take effect upon the date of passage.

Read a first time in open Council this 21<sup>st</sup> day of July 1999.

Read a second and third time and finally passed this 21st day of July, 1999.

\_\_\_\_\_  
Reeve

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Clerk

I, Mark Read, Clerk-Treasurer of the Municipality of Central Manitoulin, hereby certify this sheet as a true copy of By-law 99-12.

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