



## CHAPTER 55

### An Act to amend the Municipal Debt and Loan Act

[Assented to, the 19th of February, 1932]

**HIS MAJESTY**, with the advice and consent of the Legislative Council and of the Legislative Assembly of Quebec, enacts as follows:

**1.** The Municipal Debt and Loan Act (Revised Statutes, 1925, chapter 111) is amended by adding thereto, after section 48 thereof, the following Division and section: R. S., c. 111, Div. x, added.

#### "DIVISION X

##### "INCREASE OF THE INTEREST PROVIDED FOR BY LOAN BY-LAWS

**"48a.** Every municipal corporation, whether governed by a general or special act or by a general and special act and notwithstanding any provision to the contrary contained in such acts, may, by simple resolution of its council, approved by the Lieutenant-Governor in Council on the recommendation of the Minister of Municipal Affairs, enact a higher rate of interest than that prescribed in a loan by-law legally adopted before or after the 19th of February, 1932, provided that the rate of interest so changed shall not exceed six per cent per annum payable half-yearly, and may effect, at the rate of interest so changed, the loan authorized by such by-law or any portion of such loan not yet negotiated, and renew at such rate any temporary loan under any such by-law. Enactment of higher rate of interest for loans previously made. Proviso.

This provision shall also apply to any loan by-law approved by the electors, and any resolution so adopted by the council shall not be subject to the approval of the electors. Application.

R. S., c. 102, s. 595, replaced. **2.** Section 595 of the Cities and Towns' Act (Revised Statutes, 1925, chapter 102), as amended by the act 20 George V, chapter 47, section 7, is replaced by the following:

Amendment of loan by-laws. **"595.** Notwithstanding the provisions of section 394, the Lieutenant-Governor in Council may amend or alter a loan by-law, at the request, set forth by simple resolution, of the council which passed the by-law, without it being necessary to obtain the approval of the electors who are property-owners, provided that such amendments do not change the object of the loan, do not increase the amount of the loan and do not increase the rate of interest to a higher rate than that fixed by section 48a of the Municipal Debt and Loan Act (Chap. 111), and that they neither extend nor shorten the term of repayment."

Proviso.

M. C., art. 769a, replaced. **3.** Article 769a of the Municipal Code, as enacted by the act 12 George V, chapter 80, section 12, and replaced by the act 20 George V, chapter 103, section 21, is again replaced by the following:

Power of Lt.-Gov. in C. to alter loan by-law. **"769a.** Notwithstanding the provisions of article 369, the Lieutenant-Governor in Council may amend or alter a loan by-law submitted for his approval, upon the application, formulated by simple resolution, of the council which passed the by-law, without it being necessary to obtain the approval of the electors who are property-owners, provided that such amendments do not change the object of the loan, and do not increase the amount of the loan, and do not increase the rate of interest to a higher rate than that fixed by section 48a of the Municipal Debt and Loan Act (Revised Statutes, 1925, chapter 111), and that they neither extend nor shorten the term of repayment."

Proviso.

Coming into force. **4.** This act shall come into force on the day of its sanction.