



BY-LAW 586-2019
Regarding the working fund

Explanatory note

The present by-law pertains to the overhaul of the 2004 by-law regarding working capital fund and modernizes its provisions.

It brings its limit to \$ 2,000, 000 in accordance to Article 1094 of the Municipal Code.

WHEREAS Articles 1094 and following of the Quebec Municipal Code regarding working funds;

WHEREAS a notice of motion was given by Councillor Claude P. Lemire at the regular meeting of December 11th, 2019 ;

WHEREAS THAT the draft by-law was presented at the regular meeting of December 11th, 2019;

WHEREAS the presentation of the summary of the draft by-law by the Director general;

CONSEQUENTLY, the municipal council decrees the following:

CHAPTER 1: INTRODUCTORY PROVISIONS

1. ***Preamble*** - The preamble forms an integral part of the present by-law.
2. ***Goal*** - The goal of the present by-law is to constitute the Municipality's working fund to allow for it to have the available funds at its disposal for needs within its area of competence.
3. ***Objective*** – The by-law's objective is to allow for the Municipality to benefit from a flexible accounting tool in order to finance various initiatives in a simple and swift manner.

CHAPTER 2: TERMS OF PAYMENT OF FUNDS

4. ***Limit of funds*** – The working fund is an amount of \$ 2,000,000 dollars.
5. ***Financing of funds*** – Funds are financed from the general fund's accumulated surplus or part of, by an allocation of revenues taken from a special tax provided for in the budget for this purpose or also, by a loan decreed for this purpose.

6. **Allocation** – The Municipality’s operations budget must schedule, for the reimbursement of the loan, the annual allocation of a portion of general revenues or the imposition of a tax on all taxable properties within the Municipality’s territory as per the municipal evaluation and indicate the terms of the loan which does not exceed 10 years.

7. **Exception to Article 4** - The amount of funds cannot exceed 20% of the credits provided for in the Municipality’s budget for the current year.

However, if the amount of funds exceeds the stipulated percentage should the previous financial year’s budget be comprised of less credit than what was used to set the amount, it may remain unchanged.

8. **Investment of funds** – Available monies in this fund must be invested in accordance to Article 203 of the Municipal Code.

9. **Accounting treatment of fund’s interests** – The working fund’s interest are allocated as regular revenues within the financial year in which the interests are gained and the collected amount.

CHAPTER 3 : FINAL PROVISIONS

10. **Repeal** – This by-law repeals and replaces By-law (377) which constitutes the working fund as well as all of its amendments.

11. **Entering into effect** - The present by-law enters into effect on the day of its publication.

Timothy Watchorn
Mayor

Hugo Lépine
Director general / Secretary-treasurer