

VILLAGE OF HUGHENDEN
PROVINCE OF ALBERTA
BYLAW NO. 488-16
Short Term Borrowing Bylaw

A BYLAW of the Municipality of the Village of Hughenden in the Province of Alberta for the purpose of short term borrowing to meet Current Operating Expenditures

1. Enactment:

- 1.1 Whereas the Council of the Village of Hughenden deems it necessary to borrow on a short term basis in order to finance capital expenditures that will be covered by approved government MSI Grants; and
- 1.2 Whereas the Municipal Government Act, being Chapter M-26, of the Revised Statutes of Alberta, 2000 and amendments thereto authorizes capital borrowing when the term of the borrowing is five (5) years or less; and
- 1.3 Whereas as the expenditure for which the aforesaid borrowing relates has been approved by Council, completed and awaits the government 100% share; and
- 1.4 Whereas the Village of Hughenden is debt free and the amount of the said borrowing and interest will not cause the village to exceed its debt limit;
- 1.5 Therefore the Council of the Village of Hughenden in the Province of Alberta hereby enacts as follows:

2. Interpretation:

- 2.1 "Bank" is the Hughenden Branch of Encompass Credit Union Ltd.
- 2.2 "Council" is the council of the Village of Hughenden
- 2.3 "Village" is the municipal corporation of the Village of Hughenden in the Province of Alberta.

3. Borrowing Terms and Conditions:

- 3.1 The council authorizes to borrow from the bank a sum not exceeding Seventy Five Thousand (\$75,000) which council deems necessary to meet expenditures of the village until such time as the revenue from the provincial government approved MSI Capital Grant is received or repaid from village reserves.
- 3.2 The village agrees to pay the interest at the Bank Prime rate plus one percent (1) in advance or at maturity.

- 3.3 The sum so borrowed will be secured by cash security presently invested in the bank or the current tax levy and evidenced by the signatures of the Chief Elected Official and the Chief Appointed Official on behalf of the council.
- 3.4 The council hereby authorizes and empowers the Chief Elected Official and the Chief Appointed Official to execute and give such note and security agreement on behalf of the council as may be required by the bank.

4. Effective Date and Readings:

- 4.1 This bylaw will become effective upon the date of the final passing
- 4.2 Read a First time the 19th day of January, 2016.
- 4.3 Read a Second time this 19th day of January, 2016.
- 4.4 Read a Third time and Finally Passed this 19th day of January, 2016.

CHIEF ELECTED OFFICIAL

CHIEF ADMINISTRATIVE OFFICER