

## **BYLAW NO. 859/16**

### **Borrowing Bylaw**

of the

### **TOWN OF BASSANO**

In the Province of Alberta

A BYLAW TO AUTHORIZE THE MUNICIPAL COUNCIL OF THE TOWN OF BASSANO TO INCUR INDEBTEDNESS ON BEHALF OF THE SAID TOWN TO MEET CURRENT OPERATING EXPENDITURES.

**WHEREAS**, it is deemed expedient and proper pursuant to the provisions of Section 251 & 256 of the Municipal Government Act, chapter M-26.1 R.S.A. 2000 and amendments thereto to authorize the Mayor or Deputy Mayor and Chief Administrative Officer to borrow any sums the Council considers necessary to meet current operating expenditures and obligations of the Municipality.

**WHEREAS**, the amount of taxes levied or estimated to be levied for the current year by the Town of Bassano, in the Province of Alberta (hereinafter called the "Town") for purposes including ordinary current expenditures in the sum of one million five hundred seventy eight thousand five hundred twenty eight (\$1,578,528.00).

**AND WHEREAS**, after the borrowing of the amount hereby authorized to be borrowed, the total loans outstanding to meet the current expenditures and obligations of the Town will not exceed the amount of taxes levied or estimated to be levied for the current year by the Town.

**NOW THEREFORE** the Council of the Town of Bassano, in the Province of Alberta, hereby enacts as follows:

**TITLE:**

This Bylaw may be cited as the "**Borrowing Bylaw**".

1. That the Council of the Town do borrow from time to time from the Chinook Financial a sum or sums exceeding the aggregate amount of five hundred thousand dollars (\$500,000.00) which the Council deems necessary to expend to meet the current expenditures and obligations of the Town until such time as the taxes levied or to be levied therefore can be collected and do pay or agree to pay interest thereon, or on so much thereof as remains from time to time unpaid, calculated at the financial institution's prime interest rate per annum in effect from time to time, as well after as before maturity, default and judgement, with interest on overdue interest at the same rate as the principle.
2. That such borrowing be done by promissory note or notes under the seal of the Town duly attested by the signatures of the Mayor or Deputy Mayor and the Chief Administrative Officer thereof.


3. That the Council of the Town do hereby pledge to the said bank as security for payment of the money borrowed hereunder, the whole of the unpaid taxes and penalties on taxes assessed and/or levied by the Town in previous years together with penalties thereon, and the whole of the taxes assessed or to be assessed and or/levied or to be levied for the current year, and the Town shall deposit in a special account with the said bank all of the said taxes, penalties and other designated revenues as collected, as collateral security for the money to be borrowed hereunder and interest thereon and the same shall be applied as far as necessary in payment of moneys borrowed hereunder and interest hereon, but the said bank shall not be restricted to the said taxes, penalties and other designated revenues for payment of the money borrowed as aforesaid or be bound to wait for repayment of such money and interest until such taxes, penalties and other designated revenues can be collected, or be required to see that the said taxes, penalties, and other designated revenues are deposited as aforesaid.
  
4. Nothing herein contained shall waive, prejudicially affect or exclude any right, power, benefit or security by statute, common law, or otherwise, give to or implied in favour of the financial institution.

READ A FIRST TIME IN COUNCIL THIS 14<sup>th</sup> DAY of JANUARY, 2016.

READ A SECOND TIME IN COUNCIL THIS 14<sup>th</sup> DAY of JANUARY, 2016.

READ A THIRD TIME AND PASSED IN COUNCIL THIS 14<sup>th</sup> DAY of JANUARY, 2016.

  
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MAYOR

  
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C.A.O.