

**CITY OF LACOMBE
BYLAW 486**

A BYLAW OF THE CITY OF LACOMBE IN THE PROVINCE OF ALBERTA TO AUTHORIZE TEMPORARY BANK BORROWING FROM THE SERVUS CREDIT UNION IN THE CITY OF LACOMBE.

WHEREAS pursuant to the Municipal Government Act, R.S.A. 2000, c. M-26, ss. 251 and 256, a municipality may borrow funds for the purpose of financing operating expenditures of the municipality;

AND WHEREAS the Council deems it necessary to borrow and expend the sum of up to Three Million Five Hundred Thousand Dollars (\$3,500,000.00) to meet the current expenditures and obligations of the City of Lacombe (hereinafter called the "City") until such time as the taxes levied or to be levied therefore as aforesaid can be collected.

AND WHEREAS the amount of taxes estimated to be levied by the City is in excess of Fifteen Million Dollars (\$15,000,000) in this year and, therefore; the amount of the proposed temporary borrowing will not exceed the amount of taxes estimated to be levied.

NOW THEREFORE the Municipal Council of the City of Lacombe, in the Province of Alberta, in open council assembled, enacts as follows:

1. The Council does authorize the borrowing from time to time from Servus Credit Union (hereinafter referred to as "Servus") of a sum or sums not exceeding the aggregate amount of Three Million Five Hundred Thousand Dollars (\$3,500,000.00) which the Council deems necessary to expend to meet the current expenditures and obligations of the City until such time as the taxes levied or to be levied therefore can be collected.
2. The Council does agree to pay interest there on, or on so much thereof as remains from time to time unpaid, such interest not to exceed 6% per annum.
3. Such borrowing shall be made by promissory note or notes under the seal of the City duly attested by the signatures of the Mayor or Deputy Mayor and the Chief Administrative Officer or Designated Officer thereof.
4. Term of repayment of the borrowing shall be repaid as soon as possible and shall not extend beyond February 28, 2024.
5. Bylaw 478 is hereby repealed.
6. This bylaw shall come into effect on the date that it is passed.

INTRODUCED AND GIVEN FIRST READING THIS 8th day of February, 2021.

GIVEN SECOND READING this 22nd day of February, 2021.

GIVEN THIRD READING this 22nd day February, 2021.

Original Signed

Mayor

Original Signed

Chief Administrative Officer