

MUNICIPAL BORROWING BYLAW

For the Purpose Specified in Section 258 of the Municipal Government Act Bylaw No 715

WHEREAS the Council of the Village of Lougheed (hereinafter called the "Corporation") in the Province of Alberta, considers it necessary to borrow certain sums of money for the purpose of:

Term loan to complete West End Lift Station
And complete residence 46 Sifton Crescent

NOW THEREFORE pursuant to the provisions of the Municipal Government Act, it is hereby enacted by the Council of the Corporation as a By-law that:

1. That for the purpose of completing the West End Lift Station The Corporation borrow up to the principal sum of, Two Hundred and Forty Thousand (240,000.00) Dollars, and for the purpose of completing 46 Sifton Crescent The Corporation borrow up to the principal sum of, Two Hundred and Thirty Eight Thousand (238,000.00). The Corporation to borrow up to the total principal sum of Four Hundred and Seventy Eight Thousand (478,000.00) Dollars from an accredited financial institution repayable upon demand at a rate of interest per annum from time to time established by an accredited financial institution up to the maximum rate of 10% and such interest will be calculated daily and due and payable monthly on the last day of each and every month.
2. Prior to demand, the Corporation make, on account of the borrowing, monthly payments as agreed with an accredited financial institution in writing, for a term of 25 years.
3. The Chief Elected Officer and the Chief Administrative Officer are authorized for and on behalf of the Corporation:
 - (a) to apply to an accredited financial institution for the aforesaid loan to the Corporation and to arrange with an accredited financial institution the amount, terms and conditions of the loan and security or securities to be given to an accredited financial institution;
 - (b) as security for the money borrowed from an accredited financial institution
 - a. to execute promissory notes and other negotiable instruments or evidences of debt for such loans and renewals of all promissory notes and other negotiable instruments or evidences of debts;
 - b. to give or furnish to an accredited financial institution all such securities and promises as an accredited financial institution may require to secure repayment of such loans and interest thereon; and
 - c. to execute all security agreements, hypothecations, debentures, charges, pledges, conveyances, assignments and transfers to and in favor of an accredited financial institution of all or any property, real or personal, moveable or immovable, now or hereafter owned by the Corporation or in which the Corporation may have any interest, and any other documents or contracts necessary to give or to furnish to an accredited financial institution the security or securities required by it.
4. The source or sources of money to be used to repay the principal and interest owing under the borrowing from an accredited financial institution are:

Collection of Municipal taxes and various sales and user charges.
5. In the event that the Municipal Government Act permits extension of the term of the loan and in the event the Council of the Corporation decides to extend the loan and an

accredited financial institution is prepared to extend the loan, any renewal or extension, bill, debenture, promissory note, or other obligation executed by the officers designated in paragraph 3 hereof and delivered to an accredited financial institution will be valid and conclusive proof as against the Corporation of the decision of the Council to extend the loan in accordance with the terms of such renewal or extension, bill, debenture, promissory note, or other obligation, and an accredited financial institution will not be bound to inquire into the authority of such officers to execute and deliver any such renewal, extension document or security.

6. This Bylaw comes into force on the final passing thereof.

READ a first time this 12th day of May, 2011

READ a second time this 18th day of August, 2011

READ a third time by unanimous consent of the Council and finally passed this
18th day of August, 2011.

Debra Smith
Mayor

Linda F...
Acting Chief Administrative Officer