

**CORPORATION OF THE VILLAGE OF BARNELL  
IN THE  
PROVINCE OF ALBERTA**

**BYLAW NO. 3-06**

**A BORROWING BYLAW OF THE VILLAGE OF BARNWELL IN THE PROVINCE OF  
ALBERTA, FOR THE PURPOSE OF FINANCING OPERATING EXPENDITURES**

WHEREAS, pursuant to Section 256 of the Municipal Government Act, Statutes of Alberta, Chapter M-26, 2000 the Council of the Village of Barnwell considers it necessary to borrow certain sums of money for the purpose of payment of current expenditures

NOW THEREFORE, the Council of the Village of Barnwell enacts as follows:


1. The Village of Barnwell borrow from the Alberta Treasury Branches ("ATB") up to the principal sum of \$5,000.00 repayable upon demand at a rate of interest per annum not to exceed the Prime Lending Rate from time to time established by ATB, and such interest will be calculated daily and due and payable monthly on the last day of each and every month.
2. The Chief Elected Officer and the Chief Administrative Officer are authorized for and on behalf of the Village of Barnwell:
  - a. To apply to ATB for the aforesaid loan to the Village of Barnwell and to arrange with ATB the amount, terms and conditions of the loan and security or securities to be given to ATB;
  - b. As security for any money borrowed from ATB
    - i. To execute promissory notes and other negotiable instruments or evidences of debt for such loans and renewals of all such promissory notes and other negotiable instruments or evidences of debts;
    - ii. To give or furnish to ATB all such securities and promises as ATB may require to secure repayment of such loans and interest thereon; and
    - iii. To execute all security agreements, hypothecations, debentures, charges, pledges, conveyances, assignments and transfers to and in favor of ATB 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 ATB the security or securities required by it.
3. The source or sources of money to be used to repay the principal and interest owing under the borrowing from ATB are taxes, reserves, grants, etc.
4. The amount to be borrowed and the term of the loan will not exceed any restrictions set forth in the Municipal Government Act.

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 ATB is prepared to extend the loan, any renewal or extension, bill, debenture, promissory note, or other obligation executed by the officers designated in paragraph 2 hereof and delivered to ATB will be valid and conclusive proof as against the Corporation of the decision of the Village of Barnwell to extend the loan in accordance with the terms of such renewal or extension, bill, debenture, promissory note, or other obligation, and ATB 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 16<sup>th</sup> day of February, 2006.

READ a **second** time this 16<sup>th</sup> day of February, 2006.

BY UNANIMOUS CONSENT, read a **third** time this 16<sup>th</sup> day of February, 2006.

  
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MAYOR

  
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CHIEF ADMINISTRATIVE OFFICER