

**TOWN OF PEACE RIVER
BYLAW NO. 2065**

**A BYLAW TO AUTHORIZE SHORT TERM BORROWING FOR
PERIODIC EXPENDITURES MADE WITH A BUSINESS MASTERCARD
LINE OF CREDIT**

WHEREAS, the Council of the Town of Peace River (hereinafter called the "Corporation") in the Province of Alberta, considers it necessary to borrow certain sums of money for the purpose of periodic expenditures made with business MasterCard line of credit.

NOW THEREFORE be it resolved that under the authority of the Act, the Council for the Town of Peace River in the Province of Alberta duly assembled, hereby enacts as follows:

TITLE

1. This Bylaw may be cited as the "2020 MasterCard Borrowing Bylaw".

GENERAL PROVISIONS

2. The Corporation borrows from Alberta Treasury Branches ("ATB") up to the principle sum of \$150,000 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.
3. The Chief Elected Official and the Chief Administrative Officer are authorized for and on behalf of the Corporation:
 - a) to apply to ATB for the aforesaid loan to the Corporation and to arrange with the 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 debt;

- ii. to give or furnish to ATB all such securities and promises as ATB may require to secure payment of such loans and interest thereon; and
 - iii. to execute all security arrangements, 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 the ATB 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 ATB is general revenue raised by property taxation.
5. The amount to be borrowed and the term of the loan will not exceed any restrictions set forth in the *Municipal Government Act*.
6. 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 section 3 of this Bylaw hereof and delivered to ATB will be valid and conclusive proof 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 ATB will not be bound to inquire into the authority of such officers to execute and deliver such renewal, extension document, or security.

SEVERABILITY

7. If any portion of this Bylaw is declared invalid by a court of competent jurisdiction, then the invalid portion shall be severed.

REPEAL

8. Bylaw No. 2051, and any amendments are hereby repealed.

EFFECTIVE DATE


9. This Bylaw shall come into force and have effect on the date of third and final reading.

READ a first time this 13 day of January, 2020.

READ a second time this 13 day of January, 2020.

READ a third and final time this 13 day of January, 2020.

SIGNED by the Mayor and Chief Administrative Officer this 11 day of February, 2020.



Thomas Tarbey
Mayor



Christopher J. Parker
Chief Administrative Officer