

BYLAW NUMBER 99-2011
OF THE TOWN OF SLAVE LAKE
IN THE PROVINCE OF ALBERTA

BEING a Bylaw of the Town of Slave Lake to provide for Municipal Borrowing for the purpose specified in Section 256 of the Municipal Government Act.

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

Current expenditures of the Town for its financial year commencing January 1, 2011.

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

1. The Town borrow from Royal Bank of Canada (Royal Bank) up to the principal sum of \$6,200,000.00 repayable upon demand at a rate of interest per annum from time to time established by Royal Bank of Canada, 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 Town:
 - (a) to apply to Royal Bank for the aforesaid loan to the Town and to arrange with Royal Bank the amount, terms and conditions of the loan and security or securities to be given to Royal Bank;
 - (b) as security for any money borrowed from Royal Bank
 - (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 Royal Bank all such securities and promises as Royal Bank may require to secure repayment of such loans and interest thereon; and
 - (iii) to execute all security agreements, hypothecation's, debentures, charges, pledges, conveyances, assignments and transfers to and in favor of Royal Bank of all or any property, real or personal, moveable or immovable, now or hereafter owned by the Town or in which the Town may have any interest, and any other documents or contracts necessary to give or to furnish to Royal Bank 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 Royal Bank are:

taxes, reserves, grants, etc.
4. The amount to be borrowed and 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 Town decides to extend the loan and Royal Bank 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 Royal Bank will be valid and conclusive proof as against the Town 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 Royal Bank will not be bound to inquire into the authority of such officers to execute and deliver and such renewal, extension document or security.
6. This Bylaw comes into force on the final passing thereof.

READ a first time this 17 day of MAY , 2011, A.D.

READ a second time this 17 day of MAY , 2011, A.D.

READ a third time and finally passed this 17 day of MAY , 2011, A.D.


MAYOR


CHIEF ADMINISTRATIVE OFFICER