

BY-LAW NO. 3-1978

A BY-LAW OF THE TOWN OF SLAVE LAKE TO
AUTHORIZE THE TEMPORARY BORROWING OF MONEY.

WHEREAS the amount of taxes levied or estimated to be levied and debenture borrowing for the current year by the Town of Slave Lake (hereinafter called "The Corporation") for all purposes including ordinary current and capital expenditures is the sum of Seven Hundred Thousand Dollars (\$700,000.00).

AND WHEREAS the Council of the Corporation deems it necessary to borrow and expend the sum of Five Hundred Thousand Dollars (\$500,000.00) to meet the current expenditures and obligations of the Corporation until such time as the taxes levied or to be levied and debentures to be borrowed therefore as aforesaid can be collected.

AND WHEREAS after the borrowing of the amount hereby authorized to be borrowed, the total loans outstanding to meet the current and capital expenditures and obligations of the Corporation will not exceed the amount of taxes levied or estimated to be levied and debenture borrowings for the current year by the Corporation.

THEREFORE THE COUNCIL OF THE CORPORATION HEREBY ENACTS AS FOLLOWS:

1. That the Council of the Corporation do borrow from time to time from the ROYAL BANK OF CANADA, a sum or sums not exceeding the aggregate amount of Five Hundred Thousand Dollars (\$500,000.00) which the Council deems necessary to expend to meet the current and capital expenditures and obligations of the Corporation until such time as the taxes levied or to be levied and debentures to be borrowed therefore can be collected, and do pay or agree to pay interest on the sum so borrowed either in advance or at maturity, and in either case after maturity at the rate of Prime per centum per annum.

2. That such borrowing be done by promissory note or notes under the seal of the Corporation duly attested by the signatures of the Mayor or Deputy Mayor and Secretary-Treasurer thereof.

3. That the Council of the Corporation do hereby pledge to the said Bank as security for payment of the Money borrowed hereunder, the whole of the unpaid taxes and penalties on taxes assessed and/or levied and debenture borrowings by the Corporation in previous years together with penalties thereon, and the whole of the taxes assessed or to be assessed and/or levied or to be levied and debenture borrowings for the current year, and the Corporation shall deposit in a special account with the Bank all of the said taxes, penalties and other designated revenues as collected, as collateral security for the money to be borrowed hereunder and interest thereon and the same shall be applied as far as necessary in payment of moneys borrowed hereunder and interest thereon, but the said Bank shall not be restricted to the said taxes, penalties and other designated revenues for the payment of money borrowed as aforesaid to be bound to wait for repayment of such money and interest until such taxes, penalties and other designated revenues can be collected, or be required to see that the said taxes, penalties and other designated revenues are deposited as aforesaid.

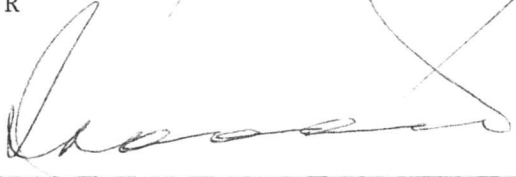
4. Nothing herein contained shall waive, prejudicially affect or exclude any right, power, benefit or security be statute, common law or otherwise, given to or implied in favor of the Bank.

BY-LAW NO. 3-1978

-2-


RECEIVED FIRST AND SECOND READINGS THIS 26TH DAY OF APRIL, 1978.


MAYOR


SECRETARY-TREASURER

RECEIVED THIRD READING AND FINALLY PASSED THIS 10TH DAY OF MAY, 1978.


MAYOR


SECRETARY-TREASURER