



**VILLAGE OF RYCROFT
BYLAW NO. 248-24**

SHORT TERM BORROWING BY CREDIT CARD BYLAW

A BYLAW OF THE VILLAGE OF RYCROFT IN THE PROVINCE OF ALBERTA FOR THE PURPOSE OF ACQUIRING SHORT TERM BORROWING THROUGH A FINANCIAL INSTITUTION CREDIT CARD.

Whereas the *Municipal Government Act*, RSA 2000, Chapter M-26 as amended provides that the Council of a municipality may by bylaw acquire short term funding for the purpose of financing operating expenditures in a specific year; and

Whereas the Municipal Council of the Village of Rycroft (Corporation) deems it necessary and advisable to utilize a credit card for operating expenditures;

NOW THEREFORE under the authority of the *Municipal Government Act* RSA 2000, Chapter M-26, the Council of the Village of Rycroft in the Province of Alberta duly assembled enacts as follows:

1. This Bylaw may be cited as the "**Short Term Borrowing by Credit Card Bylaw**".
2. The Corporation may borrow from ATB Financial (ATB) up to the principal sum of **TWENTY FIVE THOUSAND Dollars (\$25,000.00)**, repayable upon demand at a rate of interest per annum not to exceed 24.00% from time to time established by ATB, and such interest will be calculated daily and due and payable on the last day of each and every month.
3. The borrowing is a line of credit repayable on demand and the Corporation is required to pay accrued interest monthly.
4. The Chief Elected Officer 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 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 payment of such loans and interest thereon; and
 - (iii) to execute all security agreements, hypothecations, debentures, charges, pledges, conveyances, assignments and transfers to and in favour 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.
5. The source or sources of money to be used to repay the principal and interest owing under the borrowing from ATB are annual property taxes and/or Provincial Grants and/or other municipal revenue sources.
6. The amount to be borrowed and the term of the loan will not exceed any restrictions set forth in the *Municipal Government Act*.

7. 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 3 hereof and delivered to ATB 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 ATB will not be bound to inquire into the authority of such officers to execute and deliver any such renewal, extension document or security.
8. This bylaw repeals Short Term Borrowing/Credit Card Bylaw 167-15 and shall come into force on the day of third and final reading.

Read for the first time on this 4th day of September 2024.

Read for a second time on this 4th day of September 2024.

Read for a third time and passed this 4th day of September 2024.

Mayor
James Verquin

Chief Administrative Officer
Peter Thomas