

**BYLAW NO. 1358/22**

A BYLAW OF LACOMBE COUNTY, IN THE PROVINCE OF ALBERTA, TO  
AUTHORIZE BORROWING FOR THE PURPOSE OF FINANCING OPERATING  
EXPENDITURES

WHEREAS pursuant to Section 251(1) of the Municipal Government Act,  
RSA. 2000 Chapter M-26 (MGA), a municipality may only make a borrowing if the borrowing  
is authorized by a borrowing bylaw.

AND WHEREAS pursuant to Section 256(2) of the MGA, the amount to be  
borrowed, together with the unpaid principal of other borrowings made for the purpose of  
financing operating expenditures, must not exceed the amount the municipality estimates  
will be raised in taxes in the year the borrowing is made; and

AND WHEREAS the amount of taxes estimated to be levied for the current  
year by Lacombe County for all purposes including ordinary current expenditures is the sum  
of Forty-Four Million, Nine Hundred Eighty-Six Thousand, Seven Hundred, Twenty Dollars  
(\$44,986,720); and

AND WHEREAS Lacombe County deems it necessary to borrow funds to  
meet the current operating expenditures and obligations of the County until such time as the  
taxes levied or to be levied can be collected, of which a portion thereof is to be borrowed to  
meet the current Alberta School Foundation Fund requisition, the Lacombe Foundation  
requisition, and the Designated Industrial Property requisition; and

NOW THEREFORE the Council of Lacombe County, duly assembled, enacts  
as follows:

1. That Lacombe County borrow from time to time from Servus Credit Union a sum, or  
sums, not to exceed the amount of Fifteen Million Dollars (\$15,000,000.00) which  
Council deems necessary to expend to meet the current expenditures and  
obligations of the County until such time as the taxes to be levied therefore can be  
collected and do pay or agree to pay interest on the sum so borrowed at maturity, at  
a rate of prime less 0.5 percent.
2. That such borrowing be done by promissory note or notes under the seal of the  
County duly attested by the signature of the Reeve or Deputy Reeve and the County  
Manager or Director of Corporate Services.
3. That Lacombe County hereby pledges to Servus Credit Union as security for  
payment of the money borrowed hereunder and interest thereon, the whole of the  
unpaid taxes and penalties on taxes levied by the County in previous years together  
with penalties thereon, and the whole of the taxes to be levied for the current year.  
Servus Credit Union shall not be restricted to the said taxes, penalties, and other  
designated revenues for the payment of the money borrowed as aforesaid.
4. That nothing contained herein shall waive, prejudicially affect, or exclude the right,  
power, benefit or security by statute, common law or otherwise given to or implied in  
favor of Servus Credit Union.
5. This Bylaw repeals Lacombe County Bylaw No. 1336/21.
6. This Bylaw shall come into full force and effect on the date of passing.

Received first and second readings, and by unanimous consent of the  
Councillors present, a third reading and finally passed this \_\_\_\_\_ day of \_\_\_\_\_, A.D.  
2020.

\_\_\_\_\_  
Reeve

\_\_\_\_\_  
County Manager