

**VILLAGE OF ALLIANCE
BYLAW NO. 2020-08
BORROWING BYLAW**

BEING A BYLAW OF THE VILLAGE OF ALLIANCE, IN THE PROVINCE OF ALBERTA TO ESTABLISH A BORROWING BYLAW

This bylaw authorizes the Council of the Village of Alliance to incur indebtedness by the issuance of a loan in the amount of \$212,500.00 for the purpose of capital projects.

The Council of the Village of Alliance has decided to issue a bylaw pursuant to section 257 of the Municipal Government Act to authorize the financing of this.

In order to be compliant with Municipal Affairs, the Municipality must borrow the sum of \$212,500.00 for a period of 5 years, from Vision Credit Union, by the issuance of debentures and on the terms and conditions referred to in this bylaw.

The municipality shall repay the indebtedness according to the repayment structure in effect, namely quarterly payments of combined principal and interest not to exceed FIVE (5) years calculated at a rate not exceeding the interest rate fixed by the Vision Credit Union of prime plus 1%.

The Municipality shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.

The indebtedness shall be contracted on the credit and security of the Municipality.

The net amount borrowed under this bylaw shall be applied only to the specified reason in this bylaw.

This bylaw comes into force the date it is passed.

READ a first time on this _____ day of _____, 2020.

READ a second time on this _____ day of _____, 2020.

READ a third and final time on this _____ day of _____, 2020.

Chief Elected Official

Administration