



VILLAGE OF ACME  
IN THE  
PROVINCE OF ALBERTA  
BYLAW 2025-07  
LINE OF CREDIT BORROWING BYLAW

**THIS BYLAW AUTHORIZES THE COUNCIL OF THE MUNICIPALITY TO ESTABLISH AN OPERATING LINE OF CREDIT FOR THE PURPOSE OF FINANCING CAPITAL PROJECT EXPENDITURES.**

**WHEREAS**, the Council of the Village of Acme (hereinafter called the "Municipality") in the Province of Alberta, considers it necessary to borrow certain sums of money for the purpose financing capital project expenditures;

**NOW THEREFORE**, pursuant to the provisions of Section 257 of the Municipal Government Act, the Council of the Municipality, in the Province of Alberta, enacts as follows:

1. The Municipality borrow from *BANK OF MONTREAL* up to the principal sum of up to one million eight hundred thousand (\$1,800,000.00) repayable upon demand at a rate of interest per annum from time to time established by *BANK OF MONTREAL*, 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 Municipality:
  - a. To apply to *BANK OF MONTREAL* for the aforesaid loan to the Municipality and to arrange with *BANK OF MONTREAL* the amount, terms, and conditions of the loan and security or securities to be given to *BANK OF MONTREAL*;
  - b. As security for any money borrowed from *BANK OF MONTREAL*
    - 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 debt;
    - ii. To give or furnish to *BANK OF MONTREAL* all such securities and promises as *BANK OF MONTREAL* may require to secure repayment 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 *BANK OF MONTREAL* of all or any property, real or personal, moveable or immovable, now or hereafter owned by the Municipality or in which the Municipality may have any interest, and any other documents or contracts necessary to give or furnish to *BANK OF MONTREAL* 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 *BANK OF MONTREAL* are taxes, reserves, and grants.
4. The amount to be borrowed and the 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 extensions of the term of the loan

and in the event that the Council of the Municipality decides to extend the loan and *BANK OF MONTREAL* is prepared to extend the loan, any renewal or extension, bill, debenture, promissory note, or other obligation executed by the officers designated in Paragraph 2 hereof and delivered to *BANK OF MONTREAL* will be valid and conclusive proof as against the Municipality 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 enquire into the authority of such officers to execute and deliver any such renewal, extension document or security.

READ a first time this 10 day of March, 2025.

  
Bruce McLeod, Mayor

  
Gary Sawatzky, CAO

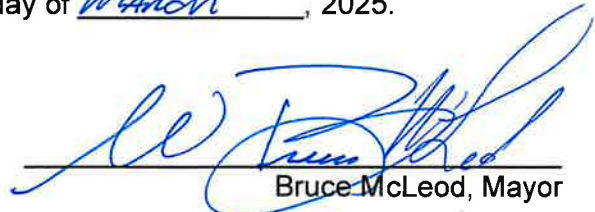
READ a second time this 10 day of March, 2025.

  
Bruce McLeod, Mayor

  
Gary Sawatzky, CAO

**MOTION TO PROCEED TO THIRD READING CARRIED UNANIMOUSLY**

READ a Third time and finally passed this 10 day of March, 2025.

  
Bruce McLeod, Mayor

  
Gary Sawatzky, CAO