

**CITY OF COLD LAKE**  
**BYLAW 666-FN-20**

A BYLAW OF THE CITY OF COLD LAKE, IN THE PROVINCE OF ALBERTA, TO AUTHORIZE THE CITY TO BORROW FUNDS TO MEET SHORT-TERM OPERATIONAL NEEDS

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**PURSUANT** to section 251(1) of the *Municipal Government Act*, RSA 2000, Chapter M-26 and in accordance with section 256(2) of the *Municipal Government Act*, RSA 2000, Chapter M-26, council may by bylaw authorize borrowing for the purpose of financing operating expenditures where the amount to be borrowed, together with the unpaid principal of other borrowings made for the purpose of financing operating expenditures, does not exceed the amount the municipality estimates will be raised in taxes in the year the borrowing is made;

**WHEREAS** Council deems it necessary to borrow up to the sum of TEN MILLION DOLLARS (\$10,000,000) to meet its short-term expenditures and obligations;

**WHEREAS** the amount of operational loans authorized to be borrowed and outstanding will not exceed the total new debt limit or the total debt servicing limit criteria for any of the following three years;

**WHEREAS** the amount of operational loans authorized to be borrowed and outstanding will not exceed the amount the municipality estimates will be raised in taxes in any of the following three years;

**NOW THEREFORE** the Council of the City of Cold Lake in the Province of Alberta, in Council duly assembled hereby enacts as follows:

**SECTION 1 – TITLE**

1. This Bylaw shall be cited as the “Short Term Borrowing Bylaw for 2020 -2023”.

**SECTION 2 – BORROWING PARAMETERS**

2. That the Council of the City of Cold Lake borrow from a municipal financial institution the sum of up to TEN MILLION DOLLARS (\$10,000,000) which the Council deems necessary to meet the short-term expenditures and obligations of the City of Cold Lake for April 2020 to March 2023.
3. The money is to be borrowed as an account overdraft or Line of credit.
4. The interest shall be paid based on negotiated terms not to exceed TEN (10) percent.
5. The term of borrowing shall not exceed three (3) years, and shall expire March 31, 2023.

**SECTION 3 – BYLAW REPEAL**

6. Bylaw No. 651-FN-19, being the Bylaw to Borrow Funds to Meet Short Term Operational Needs for 2019-2022, is hereby repealed.

**SECTION 4 – ENACTMENT**

7. This Bylaw and the repeal of Bylaw 651-FN-19 shall come into force and effect at the beginning of the day that it is passed.

**FIRST READING** passed in open Council duly assembled in the City of Cold Lake, in the Province of Alberta, this \_\_\_\_\_ day of \_\_\_\_\_, 2020 A.D. on motion by Councilor \_\_\_\_\_.

**CARRIED  
UNANIMOUSLY**

**SECOND READING** passed in open Council duly assembled in the City of Cold Lake, in the Province of Alberta, this \_\_\_\_\_ day of \_\_\_\_\_, 2020 A.D. on motion by Councilor \_\_\_\_\_.

**CARRIED  
UNANIMOUSLY**

**THIRD READING** passed in open Council duly assembled in the City of Cold Lake, in the Province of Alberta, this \_\_\_\_\_ day of \_\_\_\_\_, 2020 A.D. on motion by Councilor \_\_\_\_\_.

**CARRIED  
UNANIMOUSLY**

Executed this \_\_\_\_\_ day of \_\_\_\_\_, 2020

**CITY OF COLD LAKE**  
**BYLAW 666-FN-20**

**CITY OF COLD LAKE**

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**MAYOR**

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**CHIEF ADMINISTRATIVE OFFICER**