

**BYLAW # 2025 – 004**  
**Operating Expenditures Borrowing Bylaw**

**A BYLAW OF THE VILLAGE OF ANDREW IN THE PROVINCE OF  
ALBERTA TO AUTHORIZE BORROWING FOR THE PURPOSE OF  
FINANCING OPERATING EXPENDITURES**

WHEREAS Sec. 251 of the Municipal Government Act (MGA) provides that a municipality may only make a borrowing bylaw if the borrowing is authorized by a borrowing bylaw.

AND WHEREAS Sec. 256 of the MGA provides that a municipality may make a borrowing for the purpose of financing operating expenditures of the municipality provided that 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 WHEREAS Sec. 256 of the MGA further provides that a borrowing bylaw does not have to be advertised if the term of the borrowing does not exceed three years.

AND WHEREAS the council of the Village of Andrew (Municipality) deems it advisable to borrow to meet the operating expenditure of the Municipality until such a time as the current taxes levied or to be levied are collected.

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

**PART 1- DEFINITIONS AND INTERPRETATION**

1. This Bylaw may be cited as the "Operating Expenditures Borrowing Bylaw."

**Definitions**

"MGA" means the Municipal Government Act, RSA 2000, Chapter M-26.

"Chief Administrator Officer" means the chief administrator officer for the Village of Andrew.

"Mayor" means the chief elected official of the Village of Andrew.

"Deputy Mayor" means the appointed chief elected official to act on the mayor's behalf in their absence.

"Municipality" means the municipal corporation of the Village of Andrew.

"ATB Financial" means Alberta Treasury Branches.

**PART 2- BORROWING AUTHORIZATION**

2. The Village of Andrew may borrow from ATB Financial sums of money from time to time to meet, until taxes are collected or in certain cases the approved delivery of federal and/or provincial grant funding sources to the Village of Andrew, provided that the principal sum owed to ATB Financial at one time shall not exceed the sum of \$200,000 (Two Hundred Thousand Dollars.)

3. All sums borrowed under this Bylaw shall be borrowed on the general credit and security of the Village of Andrew.
4. The Chief Administration Officer and the Mayor or Deputy Mayor of the Village of Andrew are hereby authorized to:
  - a) Apply to ATB Financial and obtain a revolving line of credit facility and/or credit card, with a credit limit not to exceed the maximum amount this bylaw authorizes and
  - b) Execute on behalf of the municipality, promissory notes and other negotiable instruments or other evidence of indebtedness for the line of credit facility and/or credit card as ATB Financial may require as evidence of and security for all sums borrowed.

#### **Interest Rate, Terms and Terms of Repayment**

5. All sums borrowed under this bylaw shall bear interest at a rate per annum not to exceed ATB Financial Prime plus 1.00% and such interest will be calculated daily and due payable monthly.

#### **Repayment Source**

6. Revenue derived from the collection of municipal taxes levied will be used to repay the principal borrowed and interest owing under the Bylaw.

#### **Severability**

7. Every provision of this Bylaw is independent of all other provisions, and it is the intention of the Council that if any provision of this Bylaw is declared invalid by a court of competent jurisdiction, all other provisions of the Bylaw shall remain valid and enforceable.

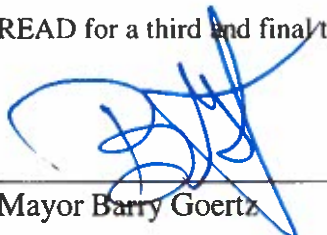
#### **Effective Date**

8. This Bylaw shall come into force upon final passing thereof.

READ for a first time this 3<sup>rd</sup> day of March, 2025.

READ for a second time this 3<sup>rd</sup> day of March, 2025.

READ for a third and final time and passed this 3<sup>rd</sup> day of March, 2025.

  
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Mayor Barry Goertz  
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Deputy Mayor Tammy Pickett  
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CAO, Kylie Rude