

**MUNICIPAL DISTRICT OF PINCHER CREEK NO.9
BYLAW NUMBER 1266-15**

**BEING A BYLAW OF THE MUNICIPAL DISTRICT OF PINCHER CREEK NO. 9 IN
THE PROVINCE OF ALBERTA TO BORROW TO MEET CURRENT OPERATING
EXPENDITURES AND OBLIGATIONS**

NOW THEREFORE the Council of the Municipal District of Pincher Creek No. 9, duly assembled, ENACTS THE FOLLOWING:

WHEREAS the amount of taxes is estimated to be levied for the fiscal year commencing January 1, 2016 by the Municipal District of Pincher Creek No. 9 (hereinafter called "the Corporation") for all purposes including ordinary current expenditures incurred during the said year is the approximate sum of Thirteen Million Five Hundred and Ninety-Eight Thousand Eight Hundred and Thirty Dollars (\$13,598,830.00), and

WHEREAS the Council of the Corporation deems it necessary to borrow from time to time (on a revolving basis) during the said years, a sum or sums not exceeding the maximum principal amount of Five Million Dollars (\$5,000,000.00) to meet the current operating expenditures and obligations of the Corporation incurred during December 15, 2015 and June 30, 2016 until such time as the taxes levied or to be levied therefore as aforesaid can be collected, and

WHEREAS after the borrowing during the said year of the amount hereby authorized to be borrowed, the total loans outstanding at any one time to meet the current operating expenditures and obligations of the Corporation incurred during the said year will not exceed the amount of taxes levied or estimated to be levied for the said year of the Corporation.

NOW THEREFORE, the Council of the corporation hereby ENACTS AS FOLLOWS:

1. That the Council of the Corporation does borrow from time to time (on a revolving basis) during the said time period from the Canadian Imperial Bank of Commerce (the "Bank") a sum or sums not exceeding the maximum principal amount of Five Million Dollars (\$5,000,000.00) which the Council deems necessary to expend to meet the current operating expenditures and obligations of the Corporation incurred during the said years until such time as the taxes levied or to be levied therefore can be collected and to pay or agree to pay interest on the sum so borrowed either in advance or at maturity, and in each case after maturity, at such rate as may be agreed upon from time to time between the Council and the Bank.
2. That the sum or sums so borrowed may be evidenced and secured by a promissory note or notes executed by the Reeve and Chief Administrative Officer on behalf of the Corporation and the said Reeve and Chief Administrative Officer are hereby authorized and empowered to execute and give such promissory note or notes on behalf of the Corporation as may be required by the Bank and to determine and agree upon from time to time the rate of interest applicable to the amount of the sums borrowed hereunder remaining from time to time outstanding.
3. That the Council of the Corporation does hereby pledge to the said Bank as security for payment of the money borrowed hereunder, the whole of the unpaid taxes and penalties on taxes assessed and/or levied by the Corporation in years prior to the said year together with the penalties thereon, and the whole of the taxes assessed or to be assessed and/or levied or to be levied for the said year, and the Corporation shall deposit in a special account with the said Bank all of the said taxes, penalties and other designated revenues as collected as collateral security for the money to be borrowed hereunder and interest thereon and the same shall be applied as far as necessary in payment of moneys borrowed hereunder and interest thereon, but the said Bank shall not be restricted to the said taxes, penalties and other designated revenues for the payment of the money borrowed as aforesaid or be bound to wait for repayment of such money and interest until such taxes, penalties and other designated revenues are deposited as aforesaid.

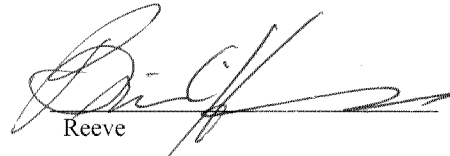
4. That nothing herein contained shall waive, prejudicially affect or exclude any right, power, benefit or security by statute, common law or otherwise given to or implied in favour of the said bank.

This Bylaw comes into force and effect upon final passing thereof.

READ a first time this 8th day of December, 2015.

READ a second time this 8th day of December, 2015.

READ a third time and finally passed this 8th day of December, 2015.


Reeve


Chief Administrative Officer