

**COUNTY OF VERMILION RIVER
PROVINCE OF ALBERTA
BYLAW NO. 08-02**

A BYLAW of the County of Vermilion River, in the Province of Alberta, to authorize the borrowing of up to Two Hundred Thousand Dollars (\$200,000.00) to meet current expenditures.

WHEREAS the amount of taxes levied or estimated to be levied for the current year by the County of Vermilion River for all purposes including ordinary current expenditures is the sum of Twenty Million (\$20,000,000.00) Dollars.

AND WHEREAS the Council of the County of Vermilion River (hereinafter called "the County") deems it necessary to borrow and expend the sum of Two Hundred Thousand Dollars (\$200,000.00) to meet the current expenditures and obligations of the County until such time as the taxes levied or to be levied therefore as aforesaid can be collected.

AND WHEREAS after the borrowing of the amount hereby authorized to be borrowed, the total loans outstanding to meet the expenditures and obligations of the County will not exceed the amount of taxes levied or estimated to be levied for the current year by the County.

NOW THEREFORE THE MUNICIPAL COUNCIL OF THE COUNTY OF VERMILION RIVER, IN THE PROVINCE OF ALBERTA, DULY ASSEMBLED ENACTS AS FOLLOWS:

1. This Bylaw shall be known as the "Temporary Borrowing Bylaw" of the County of Vermilion River.
2. That the Council of the County of Vermilion River do borrow from time to time from the Common Wealth Credit Union, a sum or sums not exceeding the aggregate amount of Two Hundred Thousand Dollars (\$200,000.00) which the Council deems necessary to expend to meet the current expenditures and obligations of the County 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 either case after maturity, at such rate as may be agreed upon from time to time between the Council and the Bank.
3. That the Council of the County of Vermilion River do establish a revolving demand loan facility in the principal amount of up to Two Hundred Thousand Dollars (\$200,000.00) through the Common Wealth Credit Union providing for demand loan advances and repayments in increments rounded to the nearest One Thousand Dollars (\$1,000.00).
4. That the Council of the County of Vermilion River do 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 County in previous years together with penalties thereon, and the whole of the taxes assessed or to be assessed and/or levied or to be levied for the current year, and the County of Vermilion River shall deposit in the general 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.
5. 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 favor of the said Bank.
6. Should any provision of the Bylaw be determined to be invalid, then such provisions shall be severed and the remaining Bylaw shall be maintained.
7. This Bylaw shall take effect on the date it is passed.

READ a first time this 29 day of January, 2008.

READ a second time this 29 day of January, 2008.

READ a third time and finally passed this 29 day of January, 2008.

SEVERED

REEVE

SEVERED

COUNTY ADMINISTRATOR