Village of Delia - Province of Alberta

ByLaw #667-2024 – Operating Loan

Being a bylaw of the Village of Delia, Alberta to authorize the Council to incur indebtedness by the issuance of a revolving loan in the amount of $100,000 for the purpose of covering Village operating expenses.

WHEREAS the Council of the Village of Delia has decided to issue a bylaw pursuant to Section 256 of the Municipal Government Act, to authorize the issuance of a revolving loan to fund the ongoing operations of the Village.

WHEREAS the anticipated annual cash flow shortfall for the Village is estimated at no more than $100,000.

WHEREAS the Village budget sets forth the amount of annual taxes to be collected at approximately $284,877 that will be used to repay any outstanding indebtedness.

NOW THEREFORE the Council of the Village of Delia, duly assembled, enacts as follows:

Short Title

1 The short title of this Bylaw shall be “Operating Loan”.

Definitions

2 In this Bylaw the following words shall be defined as:

a) “Chief Administrative Officer” means the Chief Administrative Officer as appointed by Council or his/her designate.

b) “Council” means the Council of the Village of Delia.

c) “Village” means the Village of Delia or its duly authorized representatives.

Conditions

3 The purpose of this loan shall be for covering shortfalls in the cash flow for operating expenses of the Village.

4 The proper officers of the Village are hereby authorized to issue debt on behalf of the Village for the amount and purpose as authorized by this bylaw.

5 The Village shall levy and raise municipal taxes sufficient to pay the indebtedness of this loan.

6 The indebtedness shall be contracted on the credit and security of the Village.

7 This operating loan shall not exceed the approved limit of $100,000.

8 That the interest rate of this loan will fluctuate with the Prime rate of connectFirst Credit Union as set forth in the approved banking proposal. To allow for fluctuations in the prime rate, the maximum approved interest rate as per this bylaw before a review of the credit facility is required shall not exceed 10%.

9 The term of this operating loan is to be one year.

10 The repayment terms of this operating loan to be interest monthly as required by connectFirst Credit Union and principal to be paid with receipts and revenues as generated by the Village.

In Force

11. This bylaw shall come into full force and effect on the day that it is finally passed by Council by giving it third and final reading and it is signed in accordance with the Municipal Government Act.

Repeal

12. That Bylaw #648-2019, Operating Loan 2019, is hereby repealed.

READ a First time this 13TH day of August 2024.

READ a Second time this 13TH day of August 2024.

MOTION TO allow for Third and final reading passed unanimously by Council this 13TH day of August 2024

READ a Third time in Council and passed this 13th day of August 2024.

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Mayor Jordan Elliott

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Chief Administrative Officer

Lena Beninger