

TOWN OF MUNDARE

BYLAW NO 786/07

The council of the Town of Mundare, duly assembled, hereby enacts

1. This bylaw may be cited as the “2008 Operating Loan Bylaw”

DEFINITIONS

2. a. “financial institution” means any bank, credit union, treasury branch, loan corporation, trust corporation or other financial institution that the Town does business with.

OPERATING LOAN

3. The 2006 estimated taxes are \$680,000.
4. The Town is authorized to borrow from the financial institution a sum not to exceed \$100,000.00 to fund the 2008 operating expenditures.
5. The Mayor or Chief Administrative Officer are authorized to sign any promissory notes required by the financial institution.
6. The interest rate is to be the rate negotiated with the financial institution, however, it is not to exceed 12%.
7. The Town pledges the whole of the 2008 taxes as security for the borrowed funds plus interest.
8. The financial institution is not bound to wait for the taxes to be collected and is not restricted to the taxes for payment.
9. All borrowed sums and interest must be paid by December 31, 2008.

Read a first time on December 11, 2007.

Read a second time on December 11, 2007.

Read a third time with the unanimous consent of all councillors present on December 11, 2007.

Date

Mayor

Date

CAO