

RURAL MUNICIPALITY OF FRENCHMAN BUTTE NO. 501

BYLAW NO. 2021-06

**A BYLAW TO PROVIDE FOR TEMPORARY BORROWING BY
ESTABLISHMENT OF A LINE OF CREDIT**

The Council of the Rural Municipality of Frenchman Butte No. 501 in the Province of Saskatchewan enacts as follows:

1. The Reeve and Chief Administrative Officer of the **Rural Municipality of Frenchman Butte No. 501** (the "Municipality") are hereby authorized to borrow from the **Synergy Credit Union Ltd.** a sum of **nine million eight hundred and twenty thousand (9,820,000.00) Dollars** required to meet the current operating (or short term capital) expenditures of the Municipality until the taxes and grants receivable for the current year are available to pay or agree to pay interest thereon either in advance or at maturity, and in either case after maturity, at the rate of **Prime plus 0.00%** per annum.
2. The amount to be borrowed, together with the total of any similar debt obligations that have not been repaid does not exceed, except with the approval of the Saskatchewan Municipal Board, the actual or estimated total revenues from the municipal taxes levied and unconditional provincial or federal grants receivable in the current year (excluding school taxes or taxes levied for other than general municipal purposes), as stated in the estimated adopted for the previous year.
3. The Reeve and Chief Administrative Officer of the Municipality are hereby authorized on behalf of the Council of the Municipality to execute under the seal of the Municipality a Line of Credit Agreement and a Security Agreement or Agreements in the favor of the **Synergy Credit Union Ltd.** for the amount of the said loan, with interest as aforesaid.
4. The amount so borrowed shall be a first charge upon the taxes levied for general municipal purposes and upon the unconditional provincial and federal grants receivable in the current year. The Reeve and Chief Administrative Officer are hereby authorized and directed to apply in payment of all sums borrowed pursuant to this bylaw, and with interest thereon, all of the monies hereafter collected or received on account or realized in respect of the aforesaid taxes and grants.
5. The whole or any parts of the revenues of the Municipality are not subject to any prior charge, except as disclosure of the **Synergy Credit Union Ltd.** in writing and certified by the Reeve and the Chief Administrative Officer.

Read a third time and adopted
this 26th day of May, 2021




Reeve


Chief Administrative Officer