



BYLAW NO. 2021-04 - CTEC
OF THE VILLAGE OF MYRNAM
(hereinafter referred to as "the Village of Myrnam")
IN THE PROVINCE OF ALBERTA

This bylaw authorizes the Council of the Village of Myrnam (the borrower) to borrow money from time to time from Servus Credit Union Ltd. (the Credit Union) for the operation of its business.

WHEREAS:

The Council of the Village of Myrnam has decided to issue a by-law pursuant to Section 251 of the *Municipal Government Act* to authorize a renewed Borrowing Resolution (8702029) and Credit Facility Letter with Servus Credit Union Ltd. The new resolution contains financing for the CTEC Facility.

Servus Credit Union Ltd. has authorized the following credit facilities in the name of the Village of Myrnam subject to the terms and conditions as outlined in the Borrowing Resolution and Credit Facility Letter dated June 11th 2021 and the Standard Credit Terms and Conditions in Schedule "A" attached to and forming a part of the Credit Facility Letter.

Existing Credit Facilities to remain

1. \$150,000.00 Authorized Overdraft Facility #0: Secured by Borrowing Bylaw 2021-01.
2. Servus Mastercard Facility: Mastercard Agreement signed by the Village

Security to be added:

1. A new term loan Facility #4 – with a principal of \$216,456.50 repayable with annually blended installments based on a rate equal to the Credit Union's Prime Lending Rate plus 0.50% , floating calculated daily and payable annually in arrears. The per annum payment will be applied firstly to the interest and secondly to the principal; originally amortized over a twenty-year period with a term expiring August 1, 2025. The Borrower/Guarantor(s) acknowledges the payment schedule is to be renewed/adjusted annually (as required) to ensure the original amortizations is always maintained. The rate on the date of borrowing shall not exceed (7) percent.

Security to be removed (term out):

2. The current Credit facility letter dated December 13, 2018 for Term Loan Facility #3. Secured under Municipal Resolution / Borrowing Bylaw 2018-10.

The estimated lifetime of the facility #4 financed under this bylaw is in excess of 20 years.

The principal amount of the outstanding debt of the Village of Myrnam at Dec 31st, 2020 is \$448,174 and no part of the principal is in arrears.



All required approvals for the project have been obtained and the facility is operational and in compliance with all Acts and Regulations of the Province of Alberta.

NOW, THEREFORE, THE COUNCIL OF THE VILLAGE OF MYRNAM DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of financing the Village of Myrnam CTEC Facility identified in the Borrowing Resolution as Term Loan #4 (Facility): the sum of Two Hundred Sixteen Thousand Four Hundred and Fifty-Six Dollars and fifty cents. (\$216,456.60) be borrowed from Servus Credit Union Ltd. by way of Borrowing Resolution and Credit facility Letter on the credit and security of the Village of Myrnam at large, of which amount the full sum of (\$216,456.60) is to be paid by the Village of Myrnam at large.
2. The proper officers of the Village of Myrnam are hereby authorized to arrange this financing with Servus Credit Union Ltd. via Borrowing Resolution and Credit Facility Letter on behalf of the Village of Myrnam for the amount and purpose as authorized by this by-law, namely the financing of the Village of Myrnam CTEC Facility.
3. The Village of Myrnam shall repay the indebtedness according to the repayment structure in effect, equal payments of combined principal and interest instalments not to exceed thirty (20) years calculated at a rate not exceeding the Servus Credit Union Ltd. prime interest rate plus .500% floating calculated daily and payable annually in arrears.
4. The Village of Myrnam shall levy and raise in each year user fees and municipal taxes sufficient to pay the indebtedness.
5. The indebtedness shall be contracted on the credit and security of the Village of Myrnam.
6. The net amount borrowed under the by-law shall be applied only to the project specified by this by-law.
7. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS 18th DAY OF JUNE 2021.

Chief Elected Official

Chief Administrative Officer



READ A SECOND TIME THIS 22nd DAY OF JULY, 2021.

**RECEIVED THIRD AND FINAL READING BY UNANIMOUS CONSENT OF ALL MEMEBERS OF COUNCIL
PRESENT THIS 22nd DAY OF JULY 2021.**

Chief Elected Official

Chief Administrative Officer

BYLAW NO. 2021-004