

**TOWN OF TROCHU**  
**BYLAW NO. 2025-07**  
**TEMPORARILY FINANCING THE NW AREA SUBDIVISION CAPITAL PROJECT**

**For the Purpose Specified in Section 259 of the *Municipal Government Act*, RSA 2000, c M-26**

**WHEREAS** the Council of Town of Trochu (hereinafter called the "Corporation") in the Province of Alberta, considers it necessary to borrow certain sums of money for the purpose of temporarily financing the NW Area Subdivision Capital Project development; and

**WHEREAS** Bylaw No. 2025-02, being the Capital Borrowing Bylaw for the purpose of the subdivision, construction and installation of the roadways and civil infrastructure necessary to develop Phase 1 of the Northwest Subdivision, was passed on March 10, 2025; and

**WHEREAS**, the tender for the project was awarded by Council on May 26, 2025 in the amount of \$3,880,121, not including engineering services, surveying and contingency costs estimated at \$687,012.

**NOW THEREFORE** pursuant to the provisions of the *Municipal Government Act*, it is hereby enacted by the Council of the Corporation as a By-law that:

1. The Corporation borrow from ATB Financial up to the principal sum of \$1,500,000.00, for a term not to exceed three (3) years and repayable upon demand at a rate of interest per annum from time to time established by ATB Financial (not to exceed 10%), and such interest will be calculated daily and due and payable monthly on the last day of each, and every month.
2. The Chief Elected Officer and the Chief Administrative Officer are authorized for and on behalf of the Corporation:
  - a) To apply to ATB Financial for the aforesaid loan to the Corporation and to arrange with ATB Financial the amount, terms and conditions of the loan and security or securities to be given to ATB Financial;
  - b) As security for any money borrowed from ATB Financial;
    - i. to execute promissory notes and other negotiable instruments or evidences of debt for such loans and renewals of all such promissory notes and other negotiable instruments or evidences of debts;
    - ii. to give or furnish to ATB Financial all such securities and promises as ATB Financial may require to secure repayment of such loans and interest thereon; and
    - iii. to execute all security agreements, hypothecations, debentures, charges, pledges, conveyances, assignments and transfers to and in favour of ATB Financial of all or any property, real or personal, moveable or immovable, now or hereafter owned by the Corporation or in which the Corporation may have any interest, and any other documents or contracts necessary to give or to furnish to ATB Financial the security or securities required by it.
3. The source or sources of money to be used to repay the principal and interest owing under the borrowing from ATB Financial are:
  - a) Debenture proceeds from the Province of Alberta;

b) Grants.

4. The amount to be borrowed and the term of the loan will not exceed any restrictions set forth in the *Municipal Government Act*.
5. This bylaw shall expire at such a time that the Phase 1 of the Northwest Subdivision construction is materially completed and all debt associated with this line of credit is transferred to a structured long term loan product. At such time the Council of the day shall examine the need for the revolving line of credit and shall pass a new bylaw should the debt still be required.
6. This line of credit is only to be used for the purposes of purchase of capital items directly related to the Phase 1 of the Northwest Subdivision capital project. The items must be included in a Council approved budget.
7. The project is in compliance with all acts and regulations of the Province of Alberta.

READ A FIRST TIME this 9 day of JUNE, 2025.


READ A SECOND TIME this 9 day of JUNE, 2025.


READ A THIRD AND FINAL TIME THIS 9 day of JUNE, 2025.

#### CERTIFICATE

WE HEREBY CERTIFY that the foregoing Bylaw was duly passed by the Council of the Corporation therein mentioned at a duly and regularly constituted meeting thereof held on this 9<sup>th</sup> day of June, 2025, at which a quorum was present, as entered in the minutes of the said Council, and that the Bylaw has come into force and is still in full force and effect.

WITNESS our hands and the seal of the Corporation this 13<sup>th</sup> day of June, 2025.

X   
\_\_\_\_\_  
Barry Kletke  
Mayor

X   
\_\_\_\_\_  
Carl Peterson  
CAO