

Rural Municipality of Chesterfield No. 261

BYLAW NO. 2-2026

A BYLAW TO AUTHORIZE THE ESTABLISHMENT OF A LINE OF CREDIT

WHEREAS the council of the Rural Municipality of Chesterfield No. 261 (the "Municipality") considers it necessary to establish a line of credit to finance short-term operating expenditures and to manage cash flow requirements;

AND WHEREAS pursuant to *The Municipalities Act*, the council may borrow money for operating purposes;

NOW THEREFORE the council of the Rural Municipality of Chesterfield No. 261, in the province of Saskatchewan, enacts as follows:

1. Short Title

This Bylaw may be cited as the "Line of Credit Bylaw".

2. Authorization

The Municipality is hereby authorized to establish and maintain a line of credit with Prosperity Credit Union.

3. Maximum Amount

The Maximum amount of the line of credit shall not exceed nine hundred and ninety-nine thousand (\$999,000) dollars.

4. Purpose

Funds borrowed under the line of credit shall be used solely for:

- Financing current operating expenditures;
- Managing temporary cash flow shortages arising from the timing of revenues and expenditures.

5. Term and Conditions

The line of credit shall bear interest at a rate and be subject to such terms and conditions as may be agreed upon between the Municipality and Prosperity Credit Union.

6. Repayment

All amounts borrowed pursuant to this Bylaw shall be repaid in accordance with the provisions of *The Municipalities Act*.

7. Signing Authority

The Reeve and Administrator are hereby authorized and empowered to:

- Execute all agreements and documents required to give effect to this Bylaw; and
- Affix the corporate seal of the Municipality thereto.

8. Effective Date

This Bylaw shall come into force and take effect on 18th day of March, 2026.



Read a third time and adopted
This 18th day of March 2026

Administrator

Reeve

Administrator

This photocopy is a true copy
of the original document which
has not been altered in any way.
Name: _____
Signature: _____
Title: Administrator
Signed at Eatonia, Sask. on
Date: March 18/2025

