

**BY-LAW NO. 964
OF THE TOWN OF BEAVERLODGE**

(hereinafter referred to as “the Municipality”)
IN THE PROVINCE OF ALBERTA

This by-law authorizes the Council of the Municipality to incur indebtedness by the issuance of debenture(s) in the amount of \$650,000 for the purpose of updating a water treatment plant.

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the water treatment plant.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$5,424,445 and the Municipality estimates the following grants and contributions will be applied to the project:

Capital Reserves	\$400,000
Provincial/Federal Grants	3,698,603
MSI (Provincial Grants)	675,842
Debenture(s)	<u>650,000</u>
Total Cost	\$5,424,445

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$650,000, for a period not to exceed 15 years, from the Alberta Capital Finance Authority or another authorized financial institution, by the issuance of debentures and on the terms and conditions referred to in this by-law.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 25 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2016 is \$5,899,955 and no part of the principal or interest is in arrears. The principal amount of outstanding capital lease obligations of the Municipality at December 31, 2016 is \$234,104 and no part of the principal or interest is in arrears.

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

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

1. That for the purpose of constructing the new water treatment plant the sum of SIX HUNDRED AND FIFTY THOUSAND DOLLARS (\$650,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Municipality at large, of which amount the full sum of \$650,000 is to be paid by the Municipality at large.
2. The proper officers of the Municipality are hereby authorized to issue debenture(s) on behalf of the Municipality for the amount and purpose as authorized by this by-law, namely upgrades of the existing water treatment plant.
3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely semi-annual or annual equal payments of combined principal and interest instalments not to exceed FIFTEEN (15) years calculated at a rate not exceeding the interest rate fixed by the Alberta Capital Finance Authority or another authorized financial institution on the date of the borrowing, and not to exceed FIVE (5) percent.
4. The Municipality shall levy and raise in each year municipal taxes or user fees sufficient to pay the indebtedness.
5. The indebtedness shall be contracted on the credit and security of the Municipality.
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 17th DAY OF July, 2017.



MAYOR



CHIEF ADMINISTRATIVE OFFICER

READ A SECOND TIME THIS 10th DAY OF October 2017.



MAYOR



CHIEF ADMINISTRATIVE OFFICER

READ A THIRD TIME THIS 10th DAY OF October 2017.

He Hansen

MAYOR

Bill McKinnon

CHIEF ADMINISTRATIVE OFFICER

If any portion of this bylaw is declared invalid by a court of competent jurisdiction, then the invalid portion must be severed and the remainder of the bylaw is deemed valid.