

COUNTY OF ST. PAUL NO. 19

BY-LAW NO. 2013-20

A Bylaw of the County of St. Paul No. 19 in the Province of Alberta to incur indebtedness by the issuance of debenture(s) in the amount of \$2,240,263 to complete the Ashmont/Lottie Lake Transmission Line and Upgrade the Water Treatment Plant in the Hamlet of Ashmont.

WHEREAS the Council of the Municipality has decided to issue a bylaw pursuant to Section 257 of the Municipal Government Act to authorize the financing, undertaking and completion of the Ashmont/Lottie Lake Transmission Line and Upgrade the Water Treatment Plant in the Hamlet of Ashmont.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$6,410,000.00 and the Municipality estimates the following grants and contributions will be applied to the project:

Grants:	\$4,169,737.00
Debenture:	<u>\$2,240,263.00</u>
Total Cost:	\$6,410,000.00

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$2,240,263 for a period not to exceed 5 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 bylaw. The estimated lifetime of the project financed under this bylaw is equal to, or in excess of FORTY (40) years.

The principal amount of the outstanding debt of the Municipality at December 31, 2012 is \$3,361,656.00 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 completing the Ashmont/Lottie Lake Transmission Line and Upgrading the Water Treatment Plant in the Hamlet of Ashmont in the sum of TWO MILLION TWO HUNDRED AND FORTY THOUSAND, TWO HUNDRED AND SIXTY THREE DOLLARS (\$2,240,263.00) 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 \$2,240,263.00 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 completing the Ashmont/Lottie Lake Transmission Line and Upgrading the Water Treatment Plant in the Hamlet of Ashmont.
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 FIVE (5) 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 EIGHT (8) percent.
4. The Municipality shall levy and raise in each year municipal taxes 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 bylaw comes into force on the date it is passed.

Read a first time this 11th day of June, 2013.

Read a second time this 11th day of June, 2013.

Read a third time this 11th day of June, 2013.

Reeve

Chief Administrative Officer