

**COUNTY OF ST. PAUL NO. 19**

**BY-LAW NO. 2013-21**

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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 \$599,335 for the County's portion of the Water for Life Funding for the Ashmont Water Treatment Plant and the Ashmont/Lottie Lake Water Transmission Line Project.

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WHEREAS the Council of the Municipality has decided to issue a bylaw pursuant to Section 258 of the Municipal Government Act to authorize the financing, undertaking and completion for the County's portion of the Water for Life Funding for the Ashmont Water Treatment Plant and the Ashmont/Lottie Lake Water Transmission Line Project.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$6,410,000 and the Municipality estimates the following grants and contributions will be applied to the project:

Approved Grants:	\$4,169,737.00
Short Term Borrowing:	\$1,640,928.00
Long Term Debenture:	<u>\$ 599,335.00</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 \$599,335.00, for a period not to exceed 20 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 the County's portion of the Water for Life Funding for the Ashmont Water Treatment Plant and the Ashmont/Lottie Lake Water Transmission Line Project in the sum of FIVE HUNDRED AND NINETY NINE THOUSAND THREE HUNDRED AND THIRTY FIVE DOLLARS (\$599,335) 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 \$599,335.00 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 for the County's portion of the Water for Life Funding for the Ashmont Water Treatment Plant and the Ashmont/Lottie Lake Water Transmission Line Project.
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 TWENTY (20) 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 11<sup>th</sup> day of June, 2013.

Advertised the \_\_\_\_\_ day of \_\_\_\_\_, 2013 and the \_\_\_\_\_ day of \_\_\_\_\_, 2013 in the St. Paul Journal and Elk Point Review.

Read a second time this \_\_\_\_\_ day of \_\_\_\_\_ 2013.

Read a third time this \_\_\_\_\_ day of \_\_\_\_\_ 2013.

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Reeve

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Chief Administrative Officer