

BYLAW 1564-16

A BYLAW of the County of Stettler No. 6 (Hereinafter referred to as “the Municipality”) in the Province of Alberta to authorizes the Council of Stettler County to incur indebtedness by the issuance of debenture(s) in the amount of \$5,261,000.00 for the purpose of constructing a New County Public Works Shop Facility within Stettler County, in the Province of Alberta.

WHEREAS, the Council of the Municipality has decided to issue this bylaw pursuant to Part 8 of the *Municipal Government Act*, including Sections 258 and 259 thereof, to authorize the financing, undertaking, construction and completion of a New County Public Works Shop Facility, to be located at the NW 19-38-19 W4M, in the County of Stettler, in the Province of Alberta.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$9,261,000.00, and the Municipality estimates the following grants and contributions will be applied to the project:

Capital Reserves	\$2,000,000.00
Provincial Grants	\$2,000,000.00
Debenture(s)	<u>\$5,261,000.00</u>
Total Cost	<u>\$9,261,000.00</u>

In order to complete the project, it will be necessary for the Municipality to borrow the sum of \$5,261,000.00 for a period not to exceed thirty (30) years, from the Royal Bank of Canada, the Alberta Capital Finance Authority and/or other authorized financial institution(s), by the issuance of debentures and on the terms and conditions referred to in this bylaw, and such other terms and conditions as the financial institutions may require.

Such borrowing may entail a short-term borrowing from the Royal Bank of Canada or other authorized institution, not to exceed five (5) years, in the nature of bridge financing for the purpose of construction financing, which may be replaced by a long-term borrowing from the Alberta Capital Finance Authority or other authorized financial institution.

The estimated lifetime of the project financed under this bylaw is equal to, or in excess of 30 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2015 is \$4,926,661.47 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 COUNTY OF STETTLER DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of constructing the New County Public Works Shop Facility the sum of FIVE MILLION TWO HUNDRED AND SIXTY ONE THOUSAND DOLLARS (\$5,261,000.00) be borrowed from the Royal Bank of Canada, the Alberta Capital Finance Authority and/or other authorized financial institution(s) by way of debenture on the credit and security of the Municipality at large, of which amount the full sum of \$5,261,000.00 is to be paid by the Municipality at large. For greater certainty, but not to limit the generality of the foregoing, such borrowing may include short-term bridge financing from the Royal Bank of Canada, or other authorized financial institution(s), not to exceed five (5) years, to be replaced by a long-term borrowing from the Alberta Capital Finance Authority.
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 bylaw, namely the construction of the New County Public Works Shop Facility, and any further documents

or agreements that may be required by the said financial institutions regarding the within borrowing.

3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely semi-annual or annual equal payments of combined principle and interest instalments not to exceed thirty (30) years calculated at a rate not exceeding the interest rate fixed by the Royal Bank of Canada, the Alberta Capital Finance Authority and/or other authorized financial institution on the date of the borrowing, and not to exceed ten (10) percent per annum.
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 this bylaw shall be applied only to the project specified by this bylaw, inclusive of the pay-out of any short term bridge financing.
7. This bylaw comes into force on the date it is passed.

READ A FIRST TIME this 20th day of April, 2016 A.D. on a motion of Councillor Nibourg.

READ A SECOND TIME this ___ day of _____, 2016 A.D. on a motion of _____.

READ A THIRD TIME this ___th day of _____, 2016 A.D. on a motion of Councillor _____.

DATED this ___ day of _____, 20___ A.D.

Reeve

Chief Administrative Officer