

**THE COUNTY OF VERMILION RIVER IN THE PROVINCE OF ALBERTA**

**BYLAW 19-04**

A Bylaw of the County of Vermilion River in the Province of Alberta to incur indebtedness by the issuance of debenture(s) in the amount of \$2,100,000 for the purpose of expanding transportation and drainage facilities and improving the highway intersection in and around Range Road 14 and Highway 16 in the County of Vermilion River.

**WHEREAS** the Council of the Municipality has decided to issue a bylaw pursuant to Section 258 of the Municipal Government Act to authorize financing the project to expand transportation and drainage facilities, and improving highway intersection in and around Range Road 14 and Highway 16 in the County of Vermilion River.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$3,581,388 and the Municipality estimates the following and contributions will be applied to the project:

Reserve Funding	\$ 1,481,388
<u>Debenture(s):</u>	<u>\$ 2,100,000</u>
Total Cost:	\$ 3,581,388

In order to complete the project, it will be necessary for the Municipality to borrow the sum of \$2,100,000, for a period not to exceed 30 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 twenty (20) years.

The principal amount of the outstanding debt of the Municipality at December 31, 2018 was \$4,327,996.50 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 expanding transportation and drainage facilities, and improving highway intersection in and around Range Road 14 and Highway 16 the sum of two million one hundred thousand dollars (\$2,100,000) 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 \$2,100,000 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 bylaw, namely expanding transportation and Drainage facilities, and improving highway intersection in and around Range Road 14 and Highway 16 in the County of Vermilion River.
- 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 thirty (30) 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 bylaw shall be applied only to the project specified by this bylaw.
- 7 This bylaw comes into force on the date it is passed.

**SHOULD** any provision of this Bylaw be determined to be invalid, then such provisions shall be severed and the remaining bylaw shall be maintained.

**THIS** Bylaw shall come into force and effect upon receiving third and final reading and having been signed by the Reeve and Chief Administrative Officer.

Read a first time this 6 day of March, 2019

Read a second time this 15 day of April, 2019

Read a third time and finally passed, this 15 day of April, 2019

**SIGNED** by the Reeve and Chief Administrative Officer this 15 day of May, 2019

SEVERED	_____
	Reeve

Chief Administrative Officer