

**BYLAW NO. 16-04
OF THE COUNTY OF VERMILION RIVER**

(hereinafter referred to as "the Municipality")

IN THE PROVINCE OF ALBERTA

This bylaw authorizes the Council of the Municipality to lend to the Vermilion and District Housing Foundation by the issuance of a debenture to the Alberta Capital Financing Authority for the purpose of financing the Vermilion and District Housing Foundation Lodge Expansion

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 264 (2) of the *Municipal Government Act* to authorize the financing for the purpose of financing the Vermilion and District Housing Foundation Lodge Expansion;

Plans and specifications have been prepared and the total cost of the project is estimated to be Twelve Million Two Hundred and Fifty Thousand Dollars (\$12,250,000);

The Council of the Municipality has estimated the following grants and contributions will be received or applied to the Project:

	Provincial Grant	\$ 4,900,000
	Federal Grant	\$ 4,900,000
	Town of Vermilion Financing	\$ 980,000
DJW RK	Vermilion & District Housing Foundation	\$ 980,000
CVR	Town of Vermilion Financing	\$ 245,000
DJW RK	Vermilion & District Housing Foundation	\$ 245,000 ;
	County of Vermilion River	

The estimated lifetime of the project financed under this by-law is equal to, or in excess of twenty (20) years;

In order to construct and complete the said project, it will be necessary for the Municipality to lend the sum of Two Hundred and Forty Five Thousand Dollars (\$245,000) on the terms and conditions referred to in this Bylaw;

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 the Vermilion & District Housing Foundation Lodge Expansion project the sum of Two Hundred and Forty Five Thousand Dollars (\$245,000) 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 \$245,000 is to be collected by way of semi-annual payments charged against the Vermilion & District Housing Foundation.
2. The loan to be issued under this Bylaw shall not exceed the sum of Two Hundred and Forty Five Thousand Dollars (\$245,000) and may be in any denomination not exceeding the amount authorized by this Bylaw and shall be dated in accordance with the date of

the borrowing.

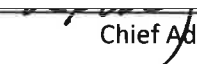
3. The loan shall bear interest during the currency of the debenture, at a minimum rate of two percent (2%) semi-annually, or the interest rate fixed from time to time by the Alberta Capital Financing Authority, payable semi-annually.
4. The loan will be issued in such manner that the principal and interest will be combined and be made payable in, as nearly as possible, equal annual installments over a maximum period not to exceed twenty (20) years.
5. The loan shall be payable in lawful money of Canada to the Vermilion & District Housing Foundation at the Vermilion Credit Union in the Town of Vermilion or at such other bank or financial institution as the Vermilion & District Housing Foundation may authorize as its banking agency during the currency of the debenture.
6. The Chairman and Manager of the Vermilion & District Housing Foundation shall authorize such bank or financial institution to make payments to the County of Vermilion River, on such date and in such amounts as specified in the repayment schedule on the loan.
7. The loan shall be signed by the Chairman of the Board and Manager of the Vermilion & District Housing Foundation.
8. There shall be levied and raised in each year of the currency of the debenture, hereby authorized, a semi-annual charge against the Vermilion & District Housing Foundation that is sufficient to pay the principal and interest falling due in each such year and on each loan issued pursuant to this Bylaw.
9. The said indebtedness is contracted on the credit and security of the Municipality at large.
10. The net amount realized by the issue of the loan under this Bylaw shall be applied only for the purpose for which the indebtedness was created.
11. This by-law comes into force on the date of third and final reading.

READ A FIRST TIME THIS 8th DAY OF March, 2016.

READ A SECOND TIME THIS 8th DAY OF March, 2016.

READ A THIRD TIME AND PASSED BY COUNCIL THIS 8th DAY OF March, 2016.

SIGNED BY THE REEVE AND CHIEF ADMINISTRATIVE OFFICER THIS 8th DAY OF March, 2016.

SEVERED	
SEVERED	Reeve
 Chief Administrative Officer	