

**BYLAW NO. 460**

**OF THE CITY OF LACOMBE  
(hereinafter referred to as “the Municipality”)**

**IN THE PROVINCE OF ALBERTA**

**A Bylaw of the City of Lacombe, in the Province of Alberta (hereinafter referred to as “the Municipality”), to to incur indebtedness by the issuance of debenture(s) or bank loan in the amount of \$1,820,000 (One Million, Eight Hundred, Twenty Thousand dollars) for the purpose of constructing Henners Pond Storm Water Outlet.**

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 of Henners Pond Storm Water Outlet (hereinafter referred to as “the Project(s)”) in the City of Lacombe;

Plans and specifications have been updated and the total cost of the Project is estimated to be \$1,820,000 which includes an estimate for construction as well as an additional estimate for engineering and project management, and the Municipality estimates the following grants and contributions will be applied to the Project:

Grants	\$0
Debenture(s) – Offsite Levy Supported	<u>\$1,820,000</u>
Total Cost	<u>\$1,820,000</u>

In order to complete the Project it will be necessary for the Municipality to borrow the sum of \$1,820,000 for a period not to exceed 25 years, from the Alberta Capital Finance Authority or another authorized financial institution, by the issuance of debentures or bank loan 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 30 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2017 is \$16,176,619 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 City of Lacombe, duly assembled hereby enacts as follows:

1. That for the purpose of said Project the sum of One Million Eight Hundred, Twenty thousand dollars (\$1,820,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture or bank loan on the credit and security of the Municipality at large, of which amount the full sum of \$1,820,000 is to be paid by the Municipality at large.
2. The proper officers of the Municipality are hereby authorized to issue debenture(s) or sign loan documents on behalf of the Municipality for the amount and purpose as authorized by this bylaw, namely the carrying out the Project.
3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely, monthly, semi-annual or annual payments of combined principal and interest instalments not to exceed twenty-five (25) 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 shall come into force and effect when it receives third reading and is duly signed.

INTRODUCED AND GIVEN FIRST READING THIS 24 day of September, 2018.

GIVEN SECOND READING THIS 22 day of October, 2018.

GIVEN THIRD AND FINAL READING THIS 22 day of October, 2018.

Original Signed

Mayor

Original Signed

Chief Administrative Officer

UNCERTIFIED