

**BYLAW NO. 430**  
**OF THE CITY OF LACOMBE**  
(hereinafter referred to as “the Municipality”)  
**IN THE PROVINCE OF ALBERTA**

**This bylaw authorizes the Council of the Municipality to incur indebtedness by the issuance of debenture(s) or bank loan in the amount of \$6,619,000 (Six Million, Six Hundred, Nineteen Thousand dollars) for the purpose of constructing the West Area Water & Wastewater Trunk Main Extension & Highway 12/76<sup>th</sup> Street Intersection Upgrades to serve lands located in the West Area Structure Plan.**

**WHEREAS:**

The Council of the Municipality has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the water and wastewater trunk main extension and intersection upgrades at Highway 12 and 76 Street for lands located in the West Area Structure Plan in the City of Lacombe.

The proposed project is to be funded through the collection of offsite levies as outlined in City of Lacombe Bylaw #387, as amended, and identified as projects Water, Wastewater and Arterial Roads for Area 16.

Plans and specifications have been updated and the total cost of the project is estimated to be \$15,175,600 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:

Offsite Levies	\$ 2,202,200
Lacombe County	5,834,400
City of Lacombe Water Reserve	260,000
City of Lacombe Sewer Reserve	260,000
Debentures	
Future Offsite Levy Supported	3,988,000
Tax Supported	<u>2,631,000</u>
Total Cost	\$15,175,600

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$6,619,000 for a period not to exceed 30 years, from the Alberta Capital Finance Authority or another authorized financial institution, by the issuance of debentures or bank loan and on the terms and conditions referred to in this bylaw.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 40 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2016 is \$13,605,935 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 constructing the West Area Water & Wastewater Trunk Main Extension & Highway 12/76<sup>th</sup> Street Intersection Upgrades to serve lands located in the West Area Structure Plan the sum of Six Million, Six Hundred, Nineteen Thousand dollars (\$6,619,000) 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 \$6,619,000 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 by-law, namely the constructing the West Area Water & Wastewater Trunk Main Extension & Highway 12/76<sup>th</sup> Street Intersection Upgrades to serve lands located in the West Area Structure Plan.
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 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 by-law shall be applied only to the project specified by this by-law.
7. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS 28<sup>th</sup> DAY OF AUGUST, 2017.

READ A SECOND TIME AS AMENDED THIS 10<sup>th</sup> DAY OF OCTOBER, 2017.

READ A THIRD AND FINAL TIME THIS 10<sup>th</sup> DAY OF OCTOBER, 2017.

Original Signed

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(MAYOR)

Original Signed

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(CHIEF ADMINISTRATIVE OFFICER)

SEAL