

City of Lacombe
Bylaw 501

A Bylaw of the City of Lacombe, in the Province of Alberta (hereinafter referred to as “the Municipality”), to incur indebtedness by the issuance of debenture(s) or bank loan in the amount of \$2,000,000 (two million) for the purpose of purchasing a Fire Ladder Truck.

WHEREAS, pursuant to the *Municipal Government Act*, R.S.A. 2000, c M-26, the Council of the Municipality has decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act* to authorize the financing of a Fire Ladder Truck.

Plans and specifications have been updated and the total cost of the project is estimated to be \$2,000,000. The Municipality estimates the following contributions will be applied to the project:

Debenture(s)	<u>\$2,000,000</u>
Total Cost	\$2,000,000

To complete the project, it will be necessary for the Municipality to borrow the sum of \$2,000,000 for a period not to exceed 20 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 more than 20 years.

The principal amount of the outstanding debt of the Municipality on December 31, 2022, is \$20,294,676 and no part of the principal or interest is in arrears.

All required approvals for the project have been obtained and the project is following 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 purchase of a Fire Ladder Truck in the sum of two million 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 \$2,000,000 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 for the purchase of a Fire Ladder Truck.
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 (20) 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 six 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.

UNCERTIFIED COPY

INTRODUCED AND GIVEN FIRST READING THIS 23rd day of January 2023.

GIVEN SECOND READING THIS 13th day of March, 2023.

GIVEN THIRD AND FINAL READING THIS 13th day of March, 2023.

Mayor

Chief Administrative Officer