

TOWN OF MUNDARE

BYLAW NO 826/10

The council of the Town of Mundare, duly assembled, hereby enacts

1. This bylaw may be cited as the “Whitetail Crossing Lift Station Interim Financing Bylaw”.
2. Council has decided to issue a bylaw pursuant to Section 259 of the Municipal Government Act to authorize interim financing of the Whitetail Crossing Lift Station project.
3. The total cost of the project is estimated to be \$350,000 and it is estimated that the following grants and contributions will be applied to the project:

Provincial/Federal Grants	\$350,000
Total Cost	\$350,000

4. In order to complete the project it will by necessary to borrow the sum of \$350,000 as a revolving credit facility, for a period not to exceed five years, from an authorized financial institution, by the issuance of debentures and on the terms and conditions referred to in this bylaw.
5. The estimated lifetime of the project financed under this bylaw is equal to, or in excess of 25 years.
6. The principal amount of the outstanding debt of the town at December 31, 2009 is \$1,626,355 and no part of the principal or interest is in arrears.
7. 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.

Borrowing

8. That for the purpose of completing the Whitetail Crossing Lift Station, a sum not exceeding THREE HUNDRED AND FIFTY THOUSAND DOLLARS (\$350,000) as a revolving credit facility be borrowed from an authorized financial institution by way of debenture on the credit and security of the Town at large, of which amount the full sum of \$350,000 is to be paid by the Town at large.
9. The term of the borrowing shall not extend beyond the date on which the project is finally completed and the grants and contributions received.
10. The proper officers of the Town are hereby authorized to issue the debenture(s)/debt on behalf of the Town for the amount and purpose as authorized by this bylaw, namely, the Whitetail Crossing Lift Station.

11. The Town shall repay the indebtedness according to the terms and at the rates set from time to time by the authorized financial institution on the date of the borrowings.
12. The Municipality shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
13. The indebtedness shall be contracted on the credit and security of the Town.
14. The net amount borrowed under the by-law shall be applied only to the project specified by this bylaw.

Read a first time on September 21, 2010.

Read a second time on September 21, 2010.

Read a third time on September 21, 2010

Mayor

CAO