

## TOWN OF MUNDARE

### BYLAW NO 801/09

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

1. This bylaw may be cited as the “50<sup>th</sup> Street Sewer Local Improvement Financing Bylaw”
2. Council has decided to issue a bylaw pursuant to Section 263 of the Municipal Government Act to authorize the financing, undertaking and completion of the 50<sup>th</sup> Street Sewer Upgrades local improvement project as described in the local improvement plan authorized by council and attached as Schedule A.
3. The total cost of the project is estimated to be \$364,000 and it is estimated that the following grants and contributions will be applied to the project:

Provincial/Federal Grants	\$243,000.00
Debenture(s)	\$121,000.00
Total Cost	\$364,000.00

4. In order to complete the project it will be necessary to borrow the sum of \$121,000 for a period not to exceed twenty five years, from the Alberta Capital Finance Authority or another 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, 2008 is \$130,629.40 and no part of the principal or interest is in arrears.
7. All required approvals for the project have been or are being 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 50<sup>th</sup> Street Sewer Upgrades local improvement project the sum of ONE HUNDRED AND TWENTY ONE THOUSAND (\$121,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Town at large.
9. The amount of TWO HUNDRED AND FORTY THREE THOUSAND DOLLARS (\$243,000) is to be paid by provincial/federal grants and ONE HUNDRED AND TWENTY ONE THOUSAND DOLLARS (\$121,000) is to be

- collected by way of a local improvement tax imposed pursuant to tax bylaw no 802/09.
10. The proper officers of the Town are hereby authorized to issue the debenture(s) on behalf of the Town for the amount and purpose as authorized by this bylaw, namely the 50<sup>th</sup> Street Sewer Upgrades local improvement project.
  11. The Town shall repay the indebtedness according to the repayment structure in effect, namely semi-annual or annual equal payments of fixed principal plus interest 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 SEVEN (7) percent.
  12. The indebtedness shall be contracted on the credit and security of the Town.

Read a first time on March 3, 2009.

Read a second time on April 29, 2009.

Read a third on April 29, 2009

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Mayor

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CAO