

**TOWN OF PEACE RIVER
BYLAW NO. 2024**

BEING A BYLAW OF THE TOWN OF PEACE RIVER IN THE PROVINCE OF ALBERTA TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE IN THE AMOUNT OF \$501,600 FOR THE CONSTRUCTION OF THE SHAFTESBURY SEWER MAIN – PT. 2.

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 the Shaftesbury Sewer Main – Pt 2.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$1,504,800 and the Municipality estimates the following grants and contributions will be applied to the project:

Provincial/Federal Grants	\$1,003,200
Debenture	<u>\$ 501,600</u>
Total Costs	\$1,504,800

To complete the project, it will be necessary for the Municipality to borrow the sum of \$501,600, for a period not to exceed 10 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.

The estimated lifetime of the project financed under this Bylaw is equal to, or more than 40 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2016, is \$11,911,117 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 Town of Peace River, in the Province of Alberta, duly assembled, enacts as follows:

1. This Bylaw may be cited as the Debenture Bylaw for the Construction of the Shaftesbury Sewer Main – Pt 2.
2. That for constructing the Shaftesbury Sewer Main - Pt. 2 the sum of Five Hundred and One Thousand Six Hundred DOLLARS (\$501,600) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit

and security of the Municipality at large, of which amount the full sum of Five Hundred and One Thousand Six Hundred DOLLARS (\$501,600) is to be paid by the Municipality at large.


3. The proper officers of the Municipality are hereby authorized to issue debenture on behalf of the Municipality for the amount and purpose as authorized by this Bylaw, namely 2024.
4. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely semi-annual or annual equal payments of combined principal and interest instalments not to exceed Ten (10) 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.
5. The Municipality shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
6. The indebtedness shall be contracted on the credit and security of the Municipality.
7. The net amount borrowed under the Bylaw shall be applied only to the project specified by this Bylaw.
8. If any portion of this Bylaw is declared invalid by a court of competent jurisdiction, then the invalid portion shall be severed.
9. This Bylaw shall come into force and have effect on the date of third and final reading.

READ a first time this 23 day of April, 2018.

READ a second time this 11 day of June, 2018.

READ a third and final time this 11 day of June, 2018.

SIGNED by the Mayor and Chief Administrative Officer this 11 day of June, 2018.


Thomas Tarpey
Mayor


Christopher J. Parker
Chief Administrative Officer