

BYLAW 009/15
OF THE
TOWN OF SMOKY LAKE
IN THE PROVINCE OF ALBERTA

This bylaw authorizes the Council of the Town of Smoky Lake to incur indebtedness by the issuance of debenture(s) in the amount of \$171,740.00 for the purpose of constructing a low pressure sewer line to the residences located on the south side of Town.

WHEREAS:

The Council of the Town of Smoky Lake has decided to issue a by-law pursuant to Section 263 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the Low Pressure Sewer Line as described in the local improvement plan authorized by council.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$171,740.00 and the Municipality estimates the following contributions will be applied to the project:

Municipality at large (MSI Capital Grant)	\$40,000.00
Benefitting owners	<u>\$131,740.00</u>
Total Cost	<u>\$171,740.00</u>

In order to complete the project it will by necessary for the Municipality to borrow the sum of \$131,740.00 for a period not to exceed 15 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 in excess of 50 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2014 is \$476,438 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 completing Low Pressure Sewer Line the sum of one hundred and thirty-one thousand seven hundred-forty DOLLARS (\$131,740.00) 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.
2. The amount of forty thousand DOLLARS (\$40,000.00) is to be paid by the Town of Smoky Lake at large and one hundred and thirty-one thousand seven hundred-forty DOLLARS (\$131,740.00) is to be collected by way of local improvement tax imposed pursuant to the municipality's tax Bylaw 006/15.
3. The proper officers of the Town of Smoky Lake are hereby authorized to issue debenture(s) on behalf of the Town of Smoky Lake for the amount and purpose as authorized by this by-law, namely the Low Pressure Sewer Line.
4. The Town of Smoky Lake shall repay the indebtedness according to the repayment structure in effect, namely annual or semi-annual equal payments of combined principal and interest instalments not to exceed fifteen (15) 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 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 20TH DAY OF MAY, 2015


Ernest Brousseau
Mayor


Harvey Prockiw
CAO

READ A SECOND TIME THIS 20 DAY OF May, 2015


Ernest Brousseau
Mayor


Harvey Prockiw
CAO

READ A THIRD TIME AND PASSED IN COUNCIL THIS 20 DAY OF May, 2015



Ernest Brousseau
Mayor



Harvey Prockiw
CAO

