

LAMONT COUNTY  
IN THE PROVINCE OF ALBERTA  
BYLAW 763.16

BEING A BYLAW TO AUTHORIZE THE MUNICIPAL COUNCIL OF LAMONT COUNTY IN THE PROVINCE OF ALBERTA TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE IN THE AMOUNT OF \$6,000,000 FOR THE PURPOSE OF CONSTRUCTING AN ALL-WEATHER GRAVEL ROAD ON TOWNSHIP ROAD 560 FROM HIGHWAY 45 TO SECONDARY HIGHWAY 831.

WHEREAS The Council of Lamont County has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the construction of an all-weather gravel road on TOWNSHIP ROAD 560.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$6,673,000 and the Municipality of Lamont County estimates the following grants and contributions will be applied to the project:

Capital Reserves	\$ 464,249
Provincial Grants	\$ 208,751
Debentures	<u>\$6,000,000</u>
Total Cost	\$6,673,000

In order to complete the project it will be necessary for Lamont County to borrow the sum of \$6,000,000, for a period not to exceed 20 years, from the Alberta Capital Finance Authority or another authorized financial institution, by the issuance of debentures 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 40 years.

The Municipality currently has no outstanding debt.

All required approvals for the project will be obtained and assurance that the project is in compliance with all *Acts* and *Regulations* of the Province of Alberta.

**NOW, THEREFORE, THE COUNCIL OF LAMONT COUNTY DULY ASSEMBLED, ENACTS AS FOLLOWS:**

1. That for the purpose of construction of an all-weather gravel road on Township Road 560 between Highway 45 and Secondary Highway 831, the sum of SIX MILLION DOLLARS (\$6,000,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Municipality at large, of which the full sum of \$6,000,000 is to be paid by the Municipality at large.

2. The proper officers of the Municipality are hereby authorized to issue debenture(s) on behalf of the Municipality for the amount and purpose authorized by the bylaw, namely the construction of a gravel road on Township Road 560, between Highway 45 and Secondary Highway 831.
3. 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 TWENTY (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 three and one half (3.5) 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.

READ a First Time this 10<sup>th</sup> day of May, 2016.

READ a Second Time this 14 day of June, 2016.

READ a Third and Final Time this 14 day of June, 2016 and finally passed by Council.

  
Reeve

  
Chief Administrative Officer