

BY-LAW NO. 732/15
OF THE TOWN OF ELK POINT
IN THE PROVINCE OF ALBERTA

This by-law authorizes the Council of the Town of Elk Point to incur indebtedness by the issuance of debenture(s) in the amount of \$1,600,000.00 for the purpose of constructing a Treated Water Reservoir.

WHEREAS: The Council of the Town of Elk Point has decided to issue a by-law pursuant to Section 251 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the Treated Water Reservoir.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$1,600,000.00 and the Town of Elk Point is applying for the following:

Debenture(s):	\$1,600,000.00
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In order to complete the project it will be necessary for the Town of Elk Point to borrow the sum of \$1,600,000.00 for a period not to exceed 10 years, from the Alberta Capital Finance Authority by the issuance of debentures and on the terms and conditions referred to in this by-law.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 10 years.

The principal amount of the outstanding debt of the Town of Elk Point at December 31, 2014 is NIL 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.

9/2

**NOW, THEREFORE, THE COUNCIL OF THE TOWN OF
ELK POINT DULY ASSEMBLED, ENACTS AS FOLLOWS:**


1. That for the purpose of constructing the new Treated Water Reservoir the sum of ONE MILLION SIX HUNDRED THOUSAND (\$1,600,000.00) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Town of Elk Point at large, of which amount the full sum of \$1,600,000.00 is to be paid by the Town of Elk Point at large.
2. The proper officers of the Town of Elk Point are hereby authorized to issue debenture(s) on behalf of the Town of Elk Point for the amount and purpose as authorized by this by-law, namely the construction of the new Treated Water Reservoir.
3. The Town of Elk Point 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.
4. The Town of Elk Point 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 Town of Elk Point.
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 IN COUNCIL THIS 9TH DAY OF FEBRUARY, A.D. 2015.



DEPUTY MAYOR


TOWN MANAGER

READ A **SECOND** TIME IN COUNCIL THIS 23 DAY OF MARCH, A.D. 2015.




MAYOR




TOWN MANAGER

READ A **THIRD** TIME AND **FINALLY PASSED** BY A MAJORITY OF THOSE PRESENT THIS 23 DAY OF MARCH, A.D. 2015.



MAYOR



TOWN MANAGER