

**SUMMER VILLAGE OF ARGENTIA BEACH
BYLAW No: 214**

**A Bylaw of the Summer Village of Argentia Beach authorizing the Council to
Incur an Indebtedness for Funding the Road Drainage/Rehabilitation
Infrastructure Project in the Summer Village of Argentia Beach.**

WHEREAS the Council of the Summer Village of Argentia Beach (hereinafter referred to as the "Municipality") has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act*, S.A. 2000, c. M26.1 to authorize the financing, undertaking and completion of the improved drainage, installation of culverts, rehabilitation of road base and hot mix asphaltic concrete included in the 2010 Infrastructure Project.

AND WHEREAS the Municipality will repay the indebtedness over a maximum period of twenty (20) years in annual installments, with interest not exceeding ten per cent (10%), per annum;

AND WHEREAS the amount of the existing debenture debt of the Municipality at December 31, 2009 is \$20,227, no part of which is in arrears;

AND WHEREAS the estimated lifetime of the project is twenty (20) years;

AND WHEREAS all required approvals of the project have been obtained and the project is in compliance with all acts and regulations of the Province of Alberta;

AND WHEREAS the Council of the Municipality has given proper notice of the proposed borrowing;

NOW THEREFORE, THE COUNCIL OF THE SUMMER VILLAGE OF ARGENTIA BEACH DULY ASSEMBLED ENACTS AS FOLLOWS:

- 1 Plans and specifications have been prepared and the total cost of the project is estimated to be \$ 1,000,000 and the Municipality estimates the following grants and contributions will be applied to the project:

Restricted Surplus	\$127,801
Provincial Grants	\$828,422
Federal Grant	43,777
Total Cost	\$1,000,000

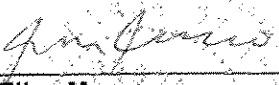
In order to complete the project it will be necessary for the Municipality to borrow the sum of \$540,000 to be repaid by future grant payments and on the terms and conditions referred to in this bylaw.

- 2 The borrowing under this Bylaw shall not exceed the sum of \$550,000 and shall be repaid by future grant funding as per agreements with Alberta Municipal Affairs and Alberta Transportation. In the event grant funding is reduced or eliminated in subsequent years, the borrowing shall be secured on the credit and security of the Municipality at large.
- 3 The borrowing shall bear interest during the currency of the borrowing, at a rate not exceeding ten per cent (10%), per annum.
- 4 The borrowing shall be arranged in such manner that the principal and interest be made payable in, as nearly as possible, equal annual installments over a period of seven (7) years to coincide with the availability of grant funding dollars . In addition, principle prepayments may be made based on available grant funding dollars with early retirement of the borrowing being available without penalty.
- 5 The borrowing shall be payable in lawful money of Canada at the ATB Financial in the City of Wetaskiwin or at such other bank or financial institution as the Council of the Municipality may authorize as its banking agency during the currency of the borrowing.
- 6 The Mayor and Chief Administrative Officer of the Municipality shall authorize such bank or financial institution to make payments to the holder of the borrowing, on such date and in such amounts as specified in the repayment schedule taking into account payments applied to the principal during the year.
- 7 The borrowing shall be signed by the Mayor and the Chief Administrative Officer of the Municipality and the Chief Administrative Officer shall affix the corporate seal of the Municipality to the borrowing.
- 8 The net amount realized by the borrowing authorized under this bylaw shall be applied only for the purposes for which the indebtedness was created.
- 9 This bylaw comes into effect on the date of the third reading.

READ a first time this 24th day of February, 2010.

READ a second time this 6th day of April, 2010.

READ a third time and finally passed this 6th day of April, 2010.



Ernie Elk, Mayor
Summer Village of Argentia Beach



Sylvia Roy, CAO
Summer Village of Argentia Beach