



# BYLAW

Bylaw Number: 1320/19

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**A BYLAW OF THE MUNICIPALITY OF THE TOWN OF NANTON IN THE PROVINCE OF ALBERTA TO AUTHORIZE COUNCIL TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE AMOUNT OF \$1,250,000 FOR THE PURPOSE OF RENEWAL OF THE RAW WATER RESERVOIR.**

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## 1. AUTHORITY:

WHEREAS, The Council of the Municipality of the Town of Nanton has decided to issue a bylaw pursuant to Section 258 of the Municipal Government Act to authorize the financing, undertaking and completion of the renewal of the raw water reservoir.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$1,250,000 and the Municipality estimates the following grants and contributions will be applied to the project:

Debenture(s)	\$1,250,000
Reserves	<u>\$ .00</u>
Total Cost	\$1,250,000

In order to complete the project, it will be necessary for the Municipality to borrow a maximum sum of \$1,250,000 for a period not to exceed 25 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 25 years.

The principal amount of outstanding debt of the Municipality at December 31, 2018 is \$290,542 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.

## 2. ENACTMENT:

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

- 2.1 That for the purpose of renewal of the municipality's raw water reservoir a maximum sum of **ONE MILLION, TWO HUNDRED & FIFTY THOUSAND (\$1,250,000)** be borrowed from the Alberta

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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 \$1,250,000 is to be paid by the Municipality at large.

- 2.2 The proper officers of the Municipality are hereby authorized to issue debenture(s) on behalf of the Municipality for the amount and purpose as authorized by this bylaw, namely the renewal of the municipality's raw water reservoir.
- 2.3 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 installments not to exceed TWENTY-FIVE (25) 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 SIX (6) percent.
- 2.4 The Municipality shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
- 2.5 The indebtedness shall be contracted on the credit and security of the Municipality.
- 2.6 The net amount borrowed under this bylaw shall be applied only to the project specified by the Bylaw.

### **3. INTERPRETATION**

- 3.1 This Bylaw will be cited as the Raw Water reservoir renewal project Borrowing Bylaw No. 1320/19.

### **4. EFFECTIVE DATE AND READINGS**

- 4.1 This bylaw comes into effect upon the date of final reading and signing thereof.
- 4.2 Read a **first** time this 19<sup>th</sup> day of February, 2019

**TOWN OF NANTON**

  
\_\_\_\_\_  
CHIEF ELECTED OFFICIAL

  
\_\_\_\_\_  
CHIEF ADMINISTRATIVE OFFICER

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4.3 Read a **second** time this 1<sup>ST</sup> day of April, 2019

TOWN OF NANTON

  
\_\_\_\_\_  
CHIEF ELECTED OFFICIAL

  
\_\_\_\_\_  
CHIEF ADMINISTRATIVE OFFICER

4.4 Read a **third** time this 1<sup>ST</sup> day of April, 2019.

TOWN OF NANTON

  
\_\_\_\_\_  
CHIEF ELECTED OFFICIAL

  
\_\_\_\_\_  
CHIEF ADMINISTRATIVE OFFICER