

**TOWN OF TURNER VALLEY
BYLAW 14-1038**

A BYLAW OF THE TOWN OF TURNER VALLEY, IN THE PROVINCE OF ALBERTA, TO AUTHORIZE THE MUNICIPAL COUNCIL OF THE TOWN OF TURNER VALLEY TO INCUR INDEBTEDNESS ON BEHALF OF THE TOWN OF TURNER VALLEY BY THE ISSUANCE OF DEBENTURE(S) FOR THE PURPOSE OF PURCHASING A FIRE ENGINE.

WHEREAS, the Town of Turner Valley, in the Province of Alberta, has decided to issue a by-law pursuant to Section 258 of the Municipal Government Act to authorize the financing, undertaking the purchase of a Fire Truck.

AND WHEREAS, Plans and specifications have been prepared and the total cost of the project is estimated to be \$600,000 and the Municipality estimates the following grants and contributions will be applied to the project:

Municipal Partner	\$300,000
Debenture(s)	<u>\$300,000</u>
Total Cost	\$600,000

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$300,000, 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 by-law.

AND WHEREAS, the estimated lifetime of the project financed under this by-law is equal to, or in excess of 20 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2013 is \$1,741,981 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 purchasing the fire engine the sum of THREE HUNDRED THOUSAND DOLLARS (\$300,000) 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 amount the full sum of THREE HUNDRED THOUSAND DOLLARS (\$300,000) 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 as authorized by this by-law, namely the purchase of fire engine.
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 EIGHT (8) 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 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 15th DAY OF DECEMBER, 2014.



Mayor



Chief Administrative Officer

READ A SECOND TIME THIS 2nd DAY OF FEBRUARY, 2015.




Mayor




Chief Administrative Officer

READ A THIRD TIME THIS 2nd DAY OF FEBRUARY, 2015



Mayor



Chief Administrative Officer