

(Local Improvement By-law)

**BY-LAW NO. 03-2015
OF THE VILLAGE OF HAY LAKES**

(hereinafter referred to as “the Municipality”)

IN THE PROVINCE OF ALBERTA

This by-law authorizes the Council of the Municipality to incur indebtedness by the issuance of debenture(s) in the amount of \$840,000 for the purpose of financing the 2015 Road Paving local improvement project.

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 263 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the 2015 Road Paving local improvement project as described in the local improvement plan authorized by council.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$2,079,460 and the Municipality estimates the following contributions will be applied to the project:

Accumulated Grant	\$1,239,460
Funding & Reserves	
Municipality at large	340,000
Benefiting owners	<u>500,000</u>
Total Cost	\$2,079,460

In order to complete the project it will by necessary for the Municipality to borrow the sum of \$840,000, 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.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 25 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2014 is \$.00 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 completing the 2015 Road Paving local improvement project the sum of EIGHT HUNDRED AND FOURTY THOUSAND DOLLARS (\$840,000) 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
2. The amount of ONE MILLION TWO HUNDRED THIRTY NINE THOUSAND FOUR HUNDRED SIXTY DOLLARS \$1,239,460 is comprised of SEVEN HUNDRED EIGHTY TWO THOUSAND ONE HUNDRED SIXTY ONE DOLLARS \$782,161 in MSI Capital Grant Funding, FIFTY ONE THOUSAND DOLLARS \$51,000.00 Basic Municipal Transportation Grant Funding, ONE HUNDRED THOUSAND DOLLARS \$100,000 in Federal Gas Tax Grant Funding and THREE HUNDRED NINETY SIX THOUSAND TWO HUNDRED NINETY NINE DOLLARS \$396,299 in Municipal Reserve Funds . The amount of THREE HUNDRED FOURTY THOUSAND DOLLARS (\$340,000) is to be paid by the municipality at large and FIVE HUNDRED THOUSAND DOLLARS (\$500,000) is to be collected by way of local improvement tax imposed pursuant to the municipality's tax By-law No. 04-2015.
3. 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 2015 Road Paving local improvement project.
4. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely annual or semi-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 FIVE (5) percent.
5. The Municipality shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
6. The indebtedness shall be contracted on the credit and security of the Municipality.
7. The net amount borrowed under the by-law shall be applied only to the project specified by this by-law.
8. That Bylaw 01-2015 Borrow for Street Improvements be rescinded.
9. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS 15th DAY OF May 2015.
READ A SECOND TIME THIS 15th DAY OF May 2015.
READ A THIRD TIME THIS 14th DAY OF July 2015.

I hereby certify that this is a true copy of the original document which has not been altered in any way.

Heather Ann Macdonald

HEATHER ANN MACDONALD
A COMMISSIONER FOR OTHER
COMMISSION EXPIRES APR 11 2017


(CHIEF ELECTED OFFICIAL)


(CHIEF ADMINISTRATIVE OFFICER)
SEAL