

BYLAW NO. 19-2010
OF THE TOWN OF SLAVE LAKE

(hereinafter referred to as “the Municipality”)

IN THE PROVINCE OF ALBERTA

This bylaw authorizes the Council of the Municipality to incur indebtedness by the issuance of short-term borrowing in the amount of \$5,000,000 for the purpose of interim financing to construct the Recreation Centre renovation and upgrade.

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 259 of the *Municipal Government Act* to authorize interim financing of the Recreation Centre renovation and upgrade project.

The Council of the Municipality has previously passed Bylaw No 17-2009 and Bylaw 21-2010 to authorize the financing, undertaking and completion of the Recreation Centre renovation and upgrade pursuant to Section 258 of the *Municipal Government Act*.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$9,000,000 and the Municipality estimates the following grants and contributions will be applied to the project:

Capital Reserves	\$2,000,000
Provincial Grants	1,165,500
Other Grants	1,850,000
Donations and Sponsorships	500,000
Debenture(s)	<u>3,484,500</u>
Total Cost	\$9,000,000

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$5,000,000, for a period not to exceed 2 years from an authorized financial institution on the terms and conditions referred to in this bylaw.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 30 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2009 is \$29,651,241 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 constructing the Recreation Centre renovation and upgrade a sum not exceeding FIVE MILLION DOLLARS (\$5,000,000) be borrowed from time to time from an authorized financial institution on the credit and security of the Municipality at large, of which amount the full sum of \$5,000,000 is to be paid by the Municipality at large.
2. The term of the borrowing shall not extend beyond the date on which the project is finally completed and the grants and contributions received.
3. The proper officers of the Municipality are hereby authorized to issue debt on behalf of the Municipality for the amount and purpose as authorized by this by-law, namely the construction of the Recreation Centre renovation and upgrade.
4. The Municipality shall repay the indebtedness according to the terms and at the rates set from time to time by the authorized financial institution on the date of the borrowing(s).
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. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS 2nd DAY OF November 2010.

READ A SECOND TIME THIS 2nd DAY OF November 2010.

READ A THIRD TIME THIS 2nd DAY OF November 2010.


(CHIEF ELECTED OFFICIAL)


(CHIEF ADMINISTRATIVE OFFICER)

SEAL