

BYLAW NO. 825A

OF THE TOWN OF KILLAM

(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 debenture(s) in the amount of \$33,500.00 for the purpose of the Town of Killam 2014 Kubota Tractor.

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 257 of the *Municipal Government Act* to authorize the financing, of the Town of Killam 2014 Kubota tractor.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$33,500.00.

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$33,500.00, for a period of 5 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 by-law is equal to, or in excess of 10 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2013 is \$1,231,966 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 a 2014 Kubota tractor the sum of Thirty Three Thousand Five Hundred Dollars 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 \$33,500.00 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 2014 Kubota tractor.
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 FIVE (5) years calculated at a rate not exceeding the interest rate fixed by the Alberta Capital Finance Authority with an interest rate cap of 5%.
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. Bylaw #825 is hereby repealed.
8. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS 12th DAY OF JUNE, 2014.

READ A SECOND TIME THIS 12th DAY OF JUNE, 2014.

READ A THIRD TIME THIS 12th DAY OF JUNE, 2014.

(CHIEF ELECTED OFFICIAL)

(CHIEF ADMINISTRATIVE OFFICER)

SEAL