



BYLAW 2010-01

OF THE MUNICIPAL DISTRICT OF LESSER SLAVE RIVER NO. 124

Being a Bylaw which authorizes Council of the Municipality to incur indebtedness by the issuance of debenture(s) in the amount of \$ 1,235,450 for the purpose of constructing the Southshore Wastewater System

WHEREAS, pursuant to Bylaw 2004-12, the Municipal District of Lesser Slave River No. 124 (hereafter referred to as Municipality) previously borrowed \$4,716,929.00 for the purpose of constructing the Southshore Wastewater System;

AND WHEREAS, the funds borrowed pursuant to Bylaw 2004-12 were insufficient to complete the construction of Southshore Wastewater System;

AND WHEREAS, the Council of the Municipality has decided to issue a by-law pursuant to section 251 of the *Municipal Government Act, R.S.A. 2000, c.M-26, as amended including section 38 thereof* to authorize the financing, undertaking and completion of the Southshore Wastewater System project for the private sewer connections.

AND WHEREAS, the Municipality will collect such amounts from ratepayers by way of service connection charges.

AND WHEREAS, Plans and specifications have been prepared and the revised total cost of the project is estimated to be \$ 21,333,100 and the Municipality estimates the following contributions will be applied to the project:

Grant	\$11,718,948
Municipal Reserves	\$ 3,661,773
Municipality at large - debenture	\$ 1,516,929
Benefitting owners - debenture	<u>\$ 4,435,450</u>
Total Cost	\$21,333,100

AND WHEREAS, In order to complete the project it will be necessary for the Municipality to borrow an additional sum of \$ 1,235,450 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 bylaw.

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

AND WHEREAS, The principal amount of the outstanding debt of the Municipality at December 31, 2009 is \$3,806,704 and no part of the principal or interest is in arrears.

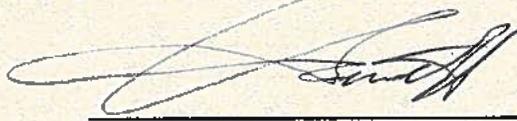
AND WHEREAS, all required approvals for the project have been obtained and the project is in compliance with all *Acts and Regulations* of the Province of Alberta.

NOW THEREFORE, the Council of the Municipality duly assembled, enacts as follows:

1. That for the purpose of completing the Construction of the Southshore Wastewater System project for private sewer connections an additional sum not exceeding one million, two hundred thirty-five thousand four hundred and fifty dollars (\$ 1,235,450) be borrowed from the Alberta Capital Finance Authority or another authorized financial institutional by way of debenture on the credit and security of the Municipality at large.
2. The additional amount of one million, two hundred thirty-five thousand, four hundred and fifty dollars (\$ 1,235,450) plus interest thereon is to be collected by way of service connection charges authorized by the Municipality's service connection bylaw related to the Southshore Wastewater System construction project. In the event of any deficiency, the municipality will levy and raise municipal taxes sufficient to pay the indebtedness.
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 Southshore Wastewater System construction 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 installments 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 borrowing, and not to exceed ten (10) percent.
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 10th day of March, A.D., 2010



Reeve



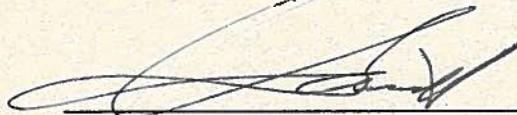
Manager

Advertised this 17th day of March, A.D., 2010

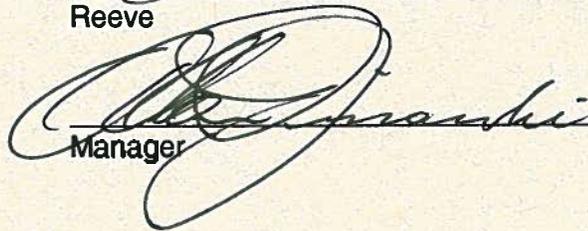
Advertised a second time this 24th day of March, A.D., 2010

Read a second time this 14th day of April, A.D., 2010

Read a third time and finally passed, this 14th day of April, A.D., 2010



Reeve



Manager