

Bylaw No. 993-2018

PAGE 1

A BYLAW OF THE CITY OF LEDUC IN THE PROVINCE OF ALBERTA, TO BORROW MONEY TO FINANCE THE EXPANSION OF THE PROTECTIVE SERVICES BUILDING.

The *Municipal Government Act*, R.S.A. 2000, Chapter M-26, as amended, grants a municipality the authority to enact a bylaw to authorize the borrowing of money for the purpose of financing the improvement of a capital property.

AND, in accordance with the Act, the City deems it necessary to undertake the expansion of the protective services building.

AND based on specifications and design, the estimated total cost of the project is \$12,600,000.00 (Twelve Million Six Hundred Thousand Dollars).

AND the Council has estimated the following grants and contributions will be received or applied to the project:

1. <u>Debentures</u>	<u>\$12,600,000.00</u>
TOTAL COST	\$12,600,000.00

AND in order to construct and complete the said project, it will be necessary for the City of Leduc to borrow up to the sum of \$12,600,000.00 (the "indebtedness") on the terms and conditions referred to in this Bylaw.

AND the City of Leduc shall repay the indebtedness according to the repayment structure in effect, namely semi-annual 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 other financial institution, on the date of borrowing, and not to exceed five (5) percent.

AND the amount of the existing debenture debt of the City of Leduc at December 31, 2017 is \$48,548,931 no part of which is in arrears.

AND the estimated lifetime of the project is fifty (50) years; and 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.

THEREFORE, the Council of the City of Leduc in the Province of Alberta duly assembled, hereby enacts as follows:

PART I: APPLICATION

1. For the purpose of undertaking and completing expansion of the protective services building, the sum of up to Twelve Million Six Hundred Thousand Dollars (\$12,600,000.00) be borrowed from the Alberta Capital Finance Authority, or other financial institution, by way of debenture on

Bylaw No. 993-2018

PAGE 2

- the credit and security of the City of Leduc at large, of which amount the sum of up to \$12,600,000.00 is to be paid by the City of Leduc at large.
2. The debentures to be issued under this bylaw shall be up to the sum of Twelve Million Six Hundred Thousand Dollars (\$12,600,000.00), and may be in any denomination not exceeding the amount authorized by this bylaw and shall be dated having regard to the date of the borrowing.
 3. The debentures shall bear interest during the currency of the debentures, at the interest rate fixed from time to time by the Alberta Capital Finance Authority, or other financial institution at a rate not exceeding five per cent (5%) per annum, payable semi-annually.
 4. The debentures shall be issued in such manner that the principal and interest will be combined and be made payable in, as nearly as possible, equal semi-annual installments over a period of up to twenty (20) years, in accordance with the schedule attached and forming a part of each debenture.
 5. The debentures shall be payable in lawful money of Canada at the Bank of Montreal in the City of Leduc or at such other bank or financial institution as Council may authorize as its banking agency during the currency of the debenture.
 6. The Mayor and a Designated Officer of the City of Leduc shall authorize such bank or financial institution to make payments to the holder of the debentures, on such date and in such amounts as specified in the repayment schedule forming part of each debenture.
 7. The debentures shall be signed by the Mayor and a Designated Officer of the City of Leduc and the corporate seal of the City of Leduc shall be affixed to the debentures.
 8. There shall be levied and raised in each year of the currency of the debentures a rate or rates on the assessed value of all lands and improvements shown on the assessment roll, sufficient to provide an annual tax adequate to pay the principal and interest falling due in such year on such debentures. The said rates and taxes are collectible at the same time and in the same manner as other rates and taxes.
 9. The indebtedness is contracted on the credit and security of the City of Leduc at large.
 10. The net amount realized by the issue and sale of debentures authorized under this bylaw shall be applied only for the purposes of undertaking and completing expansion of the protective services building.

Bylaw No. 993-2018

PAGE 3

PART II: ENACTMENT

11. This Bylaw shall come into force and effect when it receives Third Reading and is duly signed.

READ A FIRST TIME IN COUNCIL THIS 25TH DAY OF JUNE, 2018.

READ A SECOND TIME IN COUNCIL THIS 25TH DAY OF JULY, 2018.

READ A THIRD TIME IN COUNCIL AND FINALLY PASSED THIS 25TH DAY OF JULY, 2018.

"Original Signed"

Bob Young
MAYOR

"Original Signed"

Paul Benedetto
CITY MANAGER

July 25, 2018

Date Signed