

CITY OF LEDUC

Bylaw No. 1075-2020

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Grant MacEwan South (50th Ave to Black Gold Drive) BORROWING BYLAW

Being a bylaw authorizing a borrowing to finance the road widening and construction on Grant MacEwan Boulevard from 50th Avenue to Black Gold Drive

WHEREAS 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 capital improvements;

AND the City of Leduc plans to undertake a project to finance road widening and construction on Grant MacEwan Boulevard from 50th Avenue to Black Gold Drive (the "Project");

AND the estimated total cost of the Project is \$2,964,800 (Two Million Nine-Hundred Sixty-Four Thousand and Eight-Hundred dollars);

AND based on the City's Offsite Levy Model, the entirety of the project is to be paid for by offsite levies;

AND projections with the Offsite Levy Model indicate that the amounts expected to be collected in transportation offsite levies during 2021 will be sufficient to fully pay for the Project;

AND the City wishes to authorize for a borrowing up to the sum of \$1,500,000 (the "Indebtedness") by the issuance of a debenture on the terms and conditions referred to in this Bylaw, in the event that offsite levies are insufficient to fund the Project;

AND the amount of the existing debenture debt of the City of Leduc as at December 31, 2019, is \$61,768,230, no part of which is in arrears;

AND the estimated lifetime of the Project is twenty (20) years, 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 City of Leduc in the Province of Alberta duly assembled, hereby enacts as follows:

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PART I: APPLICATION

1. For the purpose of undertaking and completing the Project, the sum of up to One Million Five-Hundred Thousand dollars (\$1,500,000) be borrowed from the Province of Alberta or a lending financial institution by way of debenture on the credit and security of the City of Leduc at large, of which the full amount borrowed is to be paid by the City of Leduc at large.
2. The debentures to be issued under this bylaw shall 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 Province of Alberta or the lending 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, and shall affix the corporate seal of the City of Leduc to the debenture documents.
7. Principal and interest payment falling due with respect to the debentures authorized hereunder shall be paid from offsite levies collected, and in the absence of sufficient collections to pay the principal and interest due and owing, 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.

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8. The Indebtedness is contracted on the credit and security of the City of Leduc at large.

PART II: ENACTMENT

9. This Bylaw shall come into force and effect when passed.

READ A FIRST TIME IN COUNCIL THIS 11TH DAY OF JANUARY, 2021.

READ A SECOND TIME IN COUNCIL THIS 22ND DAY OF MARCH, 2021.

READ A THIRD TIME IN COUNCIL THIS 22ND DAY OF MARCH, 2021.

"Original Signed"

Bob Young
MAYOR

"Original Signed"

Sandra Davis
CITY CLERK

March 22, 2021

Date Signed