

BYLAW 2017-13

**A BYLAW OF THE TOWN OF CANMORE, IN THE PROVINCE OF ALBERTA, TO
INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE
AMOUNT OF \$4,500,000 FOR THE PURPOSE OF FINANCING WWTP –
DEWATERING SYSTEM CAPACITY UPGRADE CONSTRUCTION.**

WHEREAS the Council of the Town of Canmore has decided to issue a bylaw pursuant to Section 258 of the Municipal Government Act to authorize the financing, undertaking and completion of WWTP – Dewatering System Capacity Upgrade Construction; and

WHEREAS plans and specifications have been prepared and the total cost of the project is estimated to be \$5,295,000; and

WHEREAS the Council of the Town of Canmore estimates the following contributions will be applied to the project:

Wastewater Utility Reserve	\$ 795,000
Debentures	<u>4,500,000</u>
Total Cost	\$ 5,295,000

and

WHEREAS in order to complete the project, it will be necessary for the Town of Canmore to borrow the sum of \$4,500,000 for a period not to exceed fifteen 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 fifteen years; and

WHEREAS the principal amount of the outstanding debt of the Town of Canmore at December 31, 2016 is \$22,443,292 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 Town of Canmore, duly assembled, enacts as follows:

CITATION

1. This bylaw may be cited as “Borrowing Bylaw – WWTP – Dewatering System Capacity Upgrade Construction.”

PROVISIONS

2. That for the purpose of constructing the WWTP – Dewatering System Capacity Upgrade Construction, the sum of FOUR MILLION FIVE HUNDRED THOUSAND DOLLARS (\$4,500,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial

Bylaw approved by: _____

institution by way of debenture on the credit and security of the Town of Canmore at large, of which amount the full sum of \$4,500,000 is to be paid by the Town of Canmore at large.

3. The proper officers of the Town of Canmore are hereby authorized to issue debenture(s) on behalf of the Town of Canmore for the amount and purpose as authorized by this bylaw, namely the WWTP – Dewatering System Capacity Upgrade Construction.
4. The Town of Canmore shall repay the indebtedness according to the repayment structure in effect, namely semi-annual or annual equal payments of combined principal and interest installments not to exceed FIFTEEN (15) 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 the borrowing, and not to exceed FIVE (5) percent.
5. The Town of Canmore shall levy and raise municipal taxes and/or user fees sufficiently to pay the indebtedness.
6. The indebtedness shall be contracted on the credit and security of the Town of Canmore.
7. The net amount borrowed under the by-law shall be applied only to the project specified by this bylaw.
8. This bylaw comes into force on the date it is passed.

FIRST READING: June 6, 2017

SECOND READING

THIRD READING:

Approved on behalf of the Town of Canmore:

John Borrowman
Mayor

Date

Cheryl Hyde
Municipal Clerk

Date