

**TOWN OF CROSSFIELD  
BORROWING BYLAW  
BYLAW NO. 2018-13**

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This bylaw authorizes the Council of the Municipality to incur indebtedness by the issuance of debenture(s) in the amount of \$5,000,000 for the purpose of Railway Street Revitalization and underground updates.

**WHEREAS:**

The Council of the Municipality has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the Railway Street Revitalization and underground updates.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$8,743,640 and a \$407,576 contingency, the Municipality estimates the following contributions will be applied to the project:

Land Sale	\$2,510,000
Reserves	\$1,641,216
Debenture(s)	\$5,000,000
Total Cost	\$9,151,216

In order to complete the project it will be necessary for the Municipality to borrow the sum of up to \$5,000,000 for a period not to exceed TWENTY (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.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 15 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2017 is \$4,541,083 and no part of the principal or interest is in arrears.

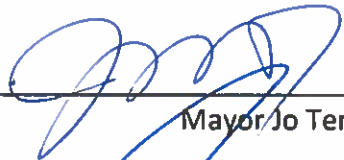
All required approvals for the project have been obtained and the project is in compliance with all *Acts* and *Regulations* of the Province of Alberta.

**NOW, THEREFORE, THE COUNCIL OF THE MUNICIPALITY DULY ASSEMBLED, ENACTS AS FOLLOWS:**

1. That for the purpose of Railway Street beautification and underground upgrades the sum of FIVE MILLION DOLLARS (\$5,000,000) 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 \$5,000,000 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 Railway Street Revitalization and underground updates.
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 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 the borrowing, and not to exceed TEN (10%) percent.
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. This by-law comes into force on the date it is passed.

READ A FIRST TIME this 18<sup>th</sup> day of September, 2018


  
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Mayor Jo Tennant


  
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Ken Bosman  
Chief Administrative Officer

OPEN HOUSES held the 10<sup>th</sup> & 17<sup>th</sup> of October, 2018

READ A SECOND TIME this 6<sup>th</sup> day of November, 2018.

READ A THIRD TIME this 6<sup>th</sup> day of November, 2018.

  
\_\_\_\_\_  
Mayor Jo Tennant

  
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Ken Bosman  
Chief Administrative Officer