

**BYLAW NO. 17-06
OF LEDUC COUNTY
IN THE PROVINCE OF ALBERTA**

THIS BYLAW AUTHORIZES THE COUNCIL OF LEDUC COUNTY TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE AMOUNT OF \$1,096,000 FOR THE PURPOSE OF COVERING INCREASED COSTS FOR THE COMPLETION OF A SANITARY SEWER SYSTEM WITHIN THE NISKU INDUSTRIAL BUSINESS PARK.

WHEREAS:

The Council of Leduc County has decided to issue a bylaw pursuant to Section 263 of the Municipal Government Act to authorize the financing, undertaking and completion of the Nisku Industrial Business Park Sanitary Sewer Local Improvement Project as described in the local improvement plan (Bylaw No. 22-02) authorized by Council.

The Council of Leduc County authorized borrowing of \$13,600,000 for this project pursuant to Bylaw No. 23-02 based on the original estimated project costs. The purpose of this borrowing is to cover the increased costs as the total cost of the project is now estimated at \$15,365,000 and in order to complete the project there is a need to borrow up to \$1,096,000.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$15,365,000 and Leduc County estimates the following revenues will be applied to the project:

Developer Fees 2004	\$ 21,000
Prepaid Local Improvement Levies	648,000
Local Improvement Debenture Borrowing 2003 – 2005	13,600,000
Local Improvement Debenture Borrowing 2006	<u>1,096,000</u>
Total Cost	<u>\$15,365,000</u>

In order to complete the project it will be necessary for Leduc County to borrow the sum of up to \$1,096,000, 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 terms and conditions referred to in this bylaw.

The estimated lifetime of the project financed under this bylaw is equal to, or in excess of 50 years.

The principal amount of the outstanding debt of Leduc County at December 31, 2005 is \$15,490,386 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 LEDUC COUNTY DULY ASSEMBLED, ENACTS AS FOLLOWS:

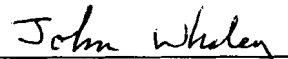
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1. That for the purpose of completing Nisku Industrial Business Park Sanitary Sewer Local Improvement Project the sum of up to ONE MILLION AND NINETY SIX THOUSAND DOLLARS (\$1,096,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Municipality at large.
2. The amount of ONE MILLION AND NINETY SIX THOUSAND DOLLARS (\$1,096,000) is to be collected by way of local improvement tax on all benefiting properties that are described in Schedule A of the Leduc County Tax Bylaw No. 22-02.
3. The proper officers of Leduc County are hereby authorized to issue debenture(s) on behalf of Leduc County for the amount and purpose as authorized by this bylaw, namely the Nisku Industrial Business Park Sanitary Sewer Local Improvement Project.
4. Leduc County shall repay the indebtedness according to the repayment structure in effect, namely annual or semi-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.
5. The indebtedness shall be contracted on the credit and security of the Municipality.
6. The net amount borrowed under the bylaw shall be applied only to the project specified by this bylaw.
7. This bylaw comes into force on the date it is passed.

Read a first time this 15th day of August A.D., 2006.

Read a second time this 15th day of August A.D., 2006.



JOHN WHALEY, REEVE

SEAL



DOUG WRIGHT, COUNTY MANAGER

Read a third time this 22 day of August, 2006.



JOHN WHALEY, REEVE

SEAL



DOUG WRIGHT, COUNTY MANAGER