

DEBENTURE BORROWING

BYLAW NO. 06-23

LEDUC COUNTY

A BYLAW FOR AUTHORIZING THE COUNCIL OF LEDUC COUNTY TO BORROW MONIES IN THE AMOUNT OF \$9,000,000.00 FOR THE PURPOSES OF FINANCING THE RE-CONSTRUCTION OF TOWNSHIP ROAD 510 FROM NISKU SPINE ROAD TO RANGE ROAD 243.

WHEREAS

Sections 251 of the *Municipal Government Act*, R.S.A. 2000, c. M-26, as amended (“MGA”), provides that a municipality may only make a borrowing if the borrowing is authorized by a borrowing bylaw;

in order to complete the project it will be necessary for Leduc County to borrow the sum of up to \$9,000,000.00, for a period not to exceed **20** years, from the Alberta Government 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 bylaw is equal to, or in excess of, 20 years;

the principal amount of the outstanding debt of the Municipality as at the date of borrowing is \$40,598,205, and no part of the principal or interest is in arrears; 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.

NOW THEREFORE

be it resolved that the Council of Leduc County, duly assembled, enacts as follows:

1. That for the purpose of completing the re-construction of Township Road 510 from Nisku Spine Road to Range Road 243, the sum of up to \$9,000,000 be borrowed from Alberta Government or another authorized financial institution by way of debenture on the credit and security of the municipality at large.
2. The proper officers of Leduc County are hereby authorized to issue debentures on behalf of the County for the amount and purpose authorized by this bylaw, namely re-construction of Township Road 510 from Nisku Spine Road to Township Road 243.
3. Leduc County shall repay the indebtedness according to the repayment structure in effect, namely semi-annual equal payments of combined principal and interest, with instalments not to exceed twenty (20) years, calculated at a rate not exceeding the interest rate fixed by the Alberta Government or another authorized financial institution on the date of the borrowing, and not to exceed 8 percent.
4. The indebtedness shall be contracted on the credit and security of Leduc County.
5. The net amount borrowed under this bylaw shall be applied only to the re-construction of Township Road 510 from Nisku Spine Road to Range Road 243 specified by this bylaw.
6. This bylaw comes into force on the date it is passed.

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Read a first time this 14th day of March, A.D. 2023.



MAYOR



COUNTY MANAGER

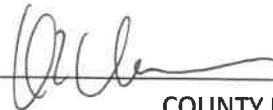
Read a second time this 11th day of April, A.D. 2023, amended to include:

4. *Leduc County shall utilize off site levies to pay the indebtedness however in the event of any deficiency Leduc County will raise, in each year, the municipal taxes sufficient to pay the annual debenture payments.*

Read a third time and finally passed this 11th day of April, A.D. 2023.



MAYOR



COUNTY MANAGER