

VILLAGE OF THORSBY
BY-LAW #2016-06

BEING A BYLAW TO AMEND BORROWING BYLAW #2015-10

THEREFORE pursuant to section 64(1) of the Municipal Government Act the Council of the Village of Thorsby enacts the following changes to Bylaw #2015-10, to authorize the Council of the Village of Thorsby to incur indebtedness by the issuance of debenture(s) in the amount of \$58,000 for the purchase of a grass mower, for use within Village of Thorsby municipal limits.

The Council of the Village of Thorsby has decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act*. to authorize the financing, undertaking and purchase of a grass mower within the Village of Thorsby.

Requests for proposals have been submitted and specifications have been prepared and the total cost of the project is \$58,000 and the Municipality estimates the following grants and contributions will be applied to the project:

Capital Reserves	\$000,000
Provincial Grants	\$000,000
Debenture(s)	\$ <u>58,000</u>
Total Cost	\$ 58,000

In order to complete the project it will by necessary for the Municipality to borrow the sum of \$58,000 for a period not to exceed 10 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 bylaw is equal to, or in excess of 15 years.

The principal amount of the outstanding debt of the Municipality at Dec 31, 2014 is \$1,121,200 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.

THEREFORE, THE COUNCIL OF THE VILLAGE OF THORSBY DULY ASSEMBLED, ENACTS
AS FOLLOWS:

1. That for the purpose of purchasing a grass mower the sum of FIFTY EIGHT THOUSAND DOLLARS (\$58,000.00) 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 \$58,000 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 bylaw, namely the purchase of a grass mower.
3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely semi-annual payments of combined principal and interest instalments not to exceed TEN (10) 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.

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 bylaw shall be applied only to the project specified by this bylaw.
7. This bylaw comes into force on the date it is passed.

This bylaw comes into effect on the date of third reading.

READ A FIRST TIME THIS 8 DAY OF MARCH, 2016

READ A SECOND TIME THIS 8 DAY OF MARCH, 2016

READ A THIRD TIME AND PASSED THIS 8 DAY OF MARCH, 2016


Barry Rasch, Mayor


Christine Burke, Town Manager

MARCH 8, 2016
Date Adopted