

**BYLAW # 565-18
OF THE VILLAGE OF MARWAYNE
IN THE PROVINCE OF ALBERTA**

This bylaw authorizes the Council of the Village of Marwayne to incur indebtedness by the issuance of debenture in the amount of \$695,230.00 for the purpose of Water Reservoir Expansion.

WHEREAS:

The Council of the Village of Marwayne has decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the Reservoir Expansion.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$1,195,480.00 and the Village of Marwayne estimates the following grants and contributions will be applied to the project:

CWWF Grant 705117	\$500,250.00
Debenture(s)	\$695,230.00
Total Cost	<u>\$1,195,480.00</u>

In order to complete the project it will be necessary for the Village of Marwayne to borrow the sum of \$695,230.00, for a period not to exceed FIFTEEN (15) 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 FIFTEEN (15) years.

The principal amount of the outstanding debt of the Village of Marwayne at December 31, 2017 is \$ 772,893 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 VILLAGE OF MARWAYNE DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of constructing the Reservoir Expansion the sum of SIX HUNDRED NINETY-FIVE THOUSAND AND TWO HUNDRED AND THIRTY DOLLARS (\$695,230.00) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Village of Marwayne at large, of which amount the full sum of \$695,230.00 is to be paid by the Village of Marwayne at large.
2. The proper officers of the Village of Marwayne are hereby authorized to issue debenture(s) on behalf of the Village of Marwayne for the amount and purpose as authorized by this bylaw, namely the construction of the Reservoir Expansion.
3. The Village of Marwayne shall repay the indebtedness according to the repayment structure in effect, namely semi-annual equal payments of combined principal and interest instalments 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 6 (Six) percent.
4. The Village of Marwayne 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 Village of Marwayne.

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 11th DAY OF JUNE 2018.
READ A SECOND TIME THIS 16th DAY OF JULY 2018.
READ A THIRD TIME THIS 16th DAY OF JULY 2018.

Mayor, Cheryle Eikeland

Chief Administrative Officer, Jordan Willner