

Village of Alix
BYLAW NO. 428/18
Borrowing Bylaw

BEING A BYLAW OF THE VILLAGE OF ALIX, IN THE PROVINCE OF ALBERTA TO AUTHORIZE THE COUNCIL OF THE VILLAGE OF ALIX TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE AMOUNT OF \$1,400,000 FOR THE PURPOSE OF REFINANCING THE EXISTING LOAN FOR THE CONSTRUCTION OF RAILWAY HOUSE LOCATED AT 5008-50TH AVENUE, ALIX AB.

WHEREAS, the Council of the Village of Alix has decided to issue a Bylaw pursuant to Section 258 of the Municipal Government Act to authorize the refinancing of Railway House.

Plans and specifications have been prepared and the total cost of the refinancing is estimated to be \$1,400,000 and the Village of Alix estimates the following contributions will be applied to the project:

Debenture(s) \$1,400,000_____

In order to complete the project it will be necessary for the Village of Alix to borrow the sum of \$1,400,000, for a period not to exceed thirty (30) 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 thirty (30) years.

The principal amount of the outstanding debt of the Village of Alix at December 31, 2017 is \$1,409,000 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 Alix in the Province of Alberta, duly assembled enacts as follows:

1. This bylaw may be cited as the "Borrowing Bylaw".
2. That for the purpose of refinancing Railway House the sum of one million, four hundred thousand dollars (\$1,400,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Village of Alix at large, of which amount the full sum of \$1,400,000 is to be paid by the Village at large.
3. The proper officers of the Village are hereby authorized to issue debenture(s) on behalf of the Village of Alix for the amount and purpose as authorized by this bylaw, namely the refinancing of the existing loan for the construction of Railway House located at 5008-50th Avenue, Alix AB.
4. The Village of Alix 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 thirty (30) 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 six (6) percent.
5. The Village shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
6. The indebtedness shall be contracted on the credit and security of the Village.
7. The net amount borrowed under the bylaw shall be applied only to the project specified by this bylaw.
8. This bylaw shall come into force on the date it is passed.

Read a first time this 6th day of December, 2017.

Read a second time this ____ day of _____, 20__.

Read a third and final time this ____ day of _____, 20__.

Mayor

Chief Administrative Officer