

BYLAW NO. 564/06
BEING A BYLAW OF THE
MUNICIPAL DISTRICT OF MACKENZIE NO. 23

(hereinafter referred to as "the Municipality")
IN THE PROVINCE OF ALBERTA

This bylaw authorizes the Council of the Municipality to incur indebtedness by the issuance of debenture(s) up to a maximum of \$1,750,000, for the purpose of financing the Gravel Crushing Equipment purchase.

WHEREAS, the Council of the Municipality has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act* to authorize the financing and the purchasing of the Gravel Crushing Equipment; and

WHEREAS, quotes have been obtained and the total cost of the project is estimated to be \$1,750,000; and

WHEREAS, in order to complete the project it will be necessary for the Municipality to borrow the sum of \$1,750,000 for a period not to exceed 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; and

WHEREAS, The estimated lifetime of the project financed under this by-law is equal to, or in excess of 10 years; and

WHEREAS, the principal amount of the outstanding debt of the Municipality at December 31, 2005 is \$7,720,087 and no part of the principal or interest is in arrears; and

WHEREAS, 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 MUNICIPALITY DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of completing the upgrade of the Gravel Crushing Equipment purchase the sum of ONE MILLION SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$1,750,000) 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 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 by-law, namely the Gravel Crushing Equipment purchase.
3. The Municipality 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 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 TEN (10) 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 by-law shall be applied only to the project specified by this by-law.
7. This by-law comes into force on the date it is passed.

First Reading given on the 7 day of March, 2006. (06-166)

(signature on file)
Bill Neufeld, Reeve

(signature on file)
C. Woodward, Executive Assistant

Second Reading given on the 11th day of April, 2006. (06-253)

(signature on file)
Bill Neufeld, Reeve

(signature on file)
C. Woodward, Executive Assistant

Third Reading and Assent given on the 11th day of April, 2006. (03-254)

(signature on file)
Bill Neufeld, Reeve

(signature on file)
C. Woodward, Executive Assistant