

**BY-LAW NO. 2826 OF THE
COUNTY OF GRANDE PRAIRIE NO. 1**

A By-Law of the County of Grande Prairie No. 1, in the Province of Alberta, to authorize the Council to incur an indebtedness on behalf of the said County for the purpose of a municipal project, the construction of the community room in the Clairmont school

This by-law authorizes the Council of the County of Grande Prairie No. 1 (hereinafter referred to as the "Municipality") to incur an indebtedness by the issuance of a debenture (hereinafter referred to as the "debenture") to the Alberta Capital Finance Authority (hereinafter referred to as "ACFA") to allow for a municipal project, namely for the construction of the community room in the Clairmont school.

WHEREAS The Council of the Municipality has decided to issue a by-law pursuant to Section 251 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the construction of the community room in the Clairmont school;

WHEREAS specifications and estimates for such work have been made by the Public Works Superintendent of the County of Grande Prairie No. 1, whereby the estimated total cost of the said project is THREE MILLION SEVEN HUNDRED THIRTY SIX THOUSAND ----- xx/100 (\$3,736,000.00) DOLLARS and the Municipality estimates there are no other grants or contributions to be applied to the project:

| | |
|------------------------------|-----------------------|
| Reserves and general revenue | \$1,804,000.00 |
| Debenture(s) | \$1,932,000.00 |
| TOTAL COSTS: | <u>\$3,736,000.00</u> |

WHEREAS to complete the said project, it will be necessary to fund the sum of ONE MILLION NINE HUNDRED THIRTY TWO THOUSAND ----- xx/100 (\$1,932,000.00) DOLLARS on the credit of the Municipality as herein provided; and

The Municipality will repay the indebtedness over a period not to exceed FIFTEEN (15) years in semi-annual or annual instalments of combined principle and interest, with interest not exceeding SEVEN AND ONE HALF per cent (7.5%), or the interest rate fixed from time to time by ACFA.

The principal amount of the outstanding debt of the Municipality at December 31st, 2006 is \$11,985,697 and no part of the principal or interest is in arrears.

The estimated lifetime of the project financed under this bylaw is in excess of FIFTEEN (15) years.

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 constructing the community room in the Clairmont School the sum of ONE MILLION NINE HUNDRED THIRTY

TWO THOUSAND ----- xx/100 (\$1,932,000.00) DOLLARS be borrowed from Alberta Capital Finance Authority (hereinafter referred to as "ACFA") or another financial institution by way of debenture(s) on the credit and security of the Municipality at large, of which amount the sum of ONE MILLION NINE HUNDRED THIRTY TWO THOUSAND ----- XX/100 (\$1,932,000.00) DOLLARS 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 construction of the Clairmont School.
3. The Municipality 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 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 SEVEN AND ONE HALF (7.5%) 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 by-law shall take effect on the day of the final passing thereof.

READ A FIRST, SECOND AND BY UNANIMOUS CONSENT OF ALL COUNCILLORS PRESENT, READ A THIRD AND FINAL TIME AND FINALLY PASSED THIS 11TH DAY OF JUNE, 2007.


REEVE


COUNTY ADMINISTRATOR