

BYLAW NO. 14/012

BEING A BYLAW OF THE REGIONAL MUNICIPALITY OF WOOD BUFFALO TO AUTHORIZE THE INCURRENCE OF AN INDEBTEDNESS BY THE ISSUANCE OF A DEBENTURE IN THE AMOUNT OF FIVE MILLION DOLLARS (\$5,000,000) FOR THE PURPOSE OF SNOW STORAGE/RECLAMATION FACILITY – CONSTRUCTION PROJECT.

WHEREAS the Council of the Regional Municipality of Wood Buffalo has decided to issue a bylaw pursuant to Section 258 of the Municipal Government Act to authorize the financing, undertaking and completion of the Snow Storage/Reclamation Facility – Construction Project;

AND WHEREAS the Regional Municipality of Wood Buffalo has made plans, specifications and estimates for the project and confirms the total cost of the Snow Storage/Reclamation Facility – Construction Project is TWENTY FIVE MILLION DOLLARS (\$25,000,000);

AND WHEREAS in order to complete the said project, it will be necessary for the Regional Municipality of Wood Buffalo to borrow the sum of FIVE MILLION DOLLARS (\$5,000,000), for a period not to exceed ten (10) years, from the Alberta Capital Finance Authority or another authorized financial institution, by the issuance of a debenture and on the terms and conditions referred to in this bylaw;

AND WHEREAS the principal amount of the outstanding debt of the Regional Municipality of Wood Buffalo at December 31, 2013 was \$332,230,196 and no part of the principal or interest is in arrears;

AND WHEREAS the estimated lifetime of the project financed under this bylaw is equal to, or in excess of ten (10) years;

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 Regional Municipality of Wood Buffalo, duly assembled, hereby enacts as follows:

1. That for the purpose of the Snow Storage/Reclamation Facility - Construction Project the sum of FIVE MILLION DOLLARS (\$5,000,000) be borrowed from the Alberta Capital Finance Authority, or another authorized financial institution, by way of debenture on the credit and security of the Regional Municipality of Wood Buffalo at large, of which amount the full sum of FIVE MILLION DOLLARS (\$5,000,000) is to be paid by the Regional Municipality of Wood Buffalo at large.
2. The proper officers of the Municipality are hereby authorized to issue a debenture on behalf of the Municipality for the amount and purpose as authorized by this bylaw, namely the Snow Storage/Reclamation Facility – Construction Project.

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 installments 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 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 bylaw shall be applied only to the project specified by this bylaw.
7. This bylaw shall be passed and become effective when it receives third reading and is signed by the Mayor and Chief Legislative Officer.

READ a first time this 25 day of March, 2014.

READ a second time this _____ day of _____, 2014.

READ a third and final time this _____ day of _____, 2014.

SIGNED and PASSED this _____ day of _____, 2014.

Mayor

Chief Legislative Officer

S/N	Total Project budget (all years) Municipal portion (\$)	Name of Project	New Debenture Amount (\$)	Debenture Amount Previously Approved (\$)	Additional / Reduced Amount Required (\$)	Debt service* (\$)	Duration /term
1	25,000,000 25,000,000	Snow Storage/Reclamation Facility - Construction	5,000,000 5,000,000	- -	5,000,000 5,000,000	574,901 574,901	10

Annual Debt Service includes Principal repayment + Interest

The entire Principal has not been drawn down and no interest charges until actual drawn is made based on cash flow projections

The estimated interest is based on Alberta Capital Finance Authority indicative rates as at Feb, 2014