

**CITY OF COLD LAKE
BYLAW # 573-FN-16**

A BYLAW OF THE CITY OF COLD LAKE, IN THE PROVINCE OF ALBERTA, TO AUTHORIZE THE CITY TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE AMOUNT OF FIVE MILLION DOLLARS (\$5,000,000) FOR THE PURPOSE OF CONSTRUCTING THE NEW FIELDHOUSE, GYMNASTICS AND DANCE CENTER AT IMPERIAL PARK

PURSUANT to section 251(1) of the *Municipal Government Act*, RSA 2000, Chapter M-26 and in accordance with section 258 of the *Municipal Government Act*, RSA 2000, Chapter M-26, council may by bylaw authorize the borrowing for the purpose of financing capital property when the term of borrowing exceeds five (5) years;

WHEREAS Council approved the construction of the fieldhouse, gymnastics and dance center at Imperial Park during the 2016 budget deliberations;

WHEREAS plans and specifications have been prepared and the total cost of the project is estimated to be \$6,000,000 and in order to complete the project it will be necessary for the City to borrow five million dollars (\$5,000,000) for a period not to exceed 25 years on the terms and conditions referred to in this bylaw, with the balance of the project to be funded by Municipal Reserves;

WHEREAS the estimated lifetime of the project financed under this bylaw is equal to, or in excess of, forty (40) years;

WHEREAS the principal amount of the outstanding debt of the City at December 31, 2015 was \$30,606,397 and no part of the principal or interest was in arrears;

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 City of Cold Lake in the Province of Alberta, in Council duly assembled hereby enacts as follows:

SECTION 1 – TITLE

1. This Bylaw shall be cited as the “Incur Indebtedness for Constructing the New Field House, Gymnastics and Dance Center at Imperial Park Bylaw”.

SECTION 2 – DEBENTURE PARAMETERS

2. That for the purpose of constructing the new Field House, Gymnastics and Dance Center at Imperial Park the sum of FIVE MILLION DOLLARS (\$5,000,000.00) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the City at large, of which amount the full sum of \$5,000,000.00 is to be paid by the City at large.
3. The proper officers of the City are hereby authorized to issue debenture(s) on behalf of the City for the amount and purpose as authorized by this bylaw.
3. The City 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 TWENTY-FIVE (25) 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 City 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 City.
6. The net amount borrowed under this bylaw shall be applied only to the project specified by this bylaw.

SECTION 3 – ENACTMENT

7. This Bylaw shall come into force and effect at the beginning of the day that it is passed.

cc
no

FIRST READING passed in open Council duly assembled in the City of Cold Lake, in the Province of Alberta, this 2nd day of February, 2016 A.D. on motion by Councillor Lefebvre.

**CARRIED
UNANIMOUSLY**

SECOND READING passed in open Council duly assembled in the City of Cold Lake, in the Province of Alberta, this 8th day of March, 2016 A.D. on motion by Councillor Vining.

**CARRIED
UNANIMOUSLY**

THIRD READING passed in open Council duly assembled in the City of Cold Lake, in the Province of Alberta, this 8th day of March, 2016 A.D. on motion by Councilor MacDonald.

**CARRIED
UNANIMOUSLY**

Executed this 14 day of March, 2016

CITY OF COLD LAKE

MAYOR

CHIEF ADMINISTRATIVE OFFICER