

BY-LAW NO. 1449-15
OF THE TOWN OF VULCAN

(hereinafter referred to as "the Municipality")

IN THE PROVINCE OF ALBERTA

This by-law authorizes the Council of the Town of Vulcan to incur indebtedness by the issuance of debentures in the amount of \$953,776.00 for the purpose of funding the Town of Vulcan's contribution towards the Vulcan Hospital Expansion project.

WHEREAS:

The Council of the Town of Vulcan has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the Vulcan Hospital Expansion project in conjunction with the Vulcan County Health and Wellness Foundation and the Vulcan County.

Project plans have been prepared and the total cost of the project is estimated to be \$4,500,000 and the Town of Vulcan estimates the following contributions will be applied to the project:

Contribution from the Vulcan County	
Health and Wellness Foundation	\$1,500,000
Contribution from the Vulcan County	2,046,224
Town of Vulcan Debenture(s)	<u>953,776</u>
Total Cost	\$4,500,000

In order to complete the project it will be necessary for the Town of Vulcan to borrow the sum of \$953,776, for a period not to exceed 25 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 by-law.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 25 years.

The principal amount of the outstanding debt of the Municipality at December 31, 2014 is \$2,927,888 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 TOWN OF VULCAN DULY ASSEMBLED, ENACTS AS FOLLOWS:

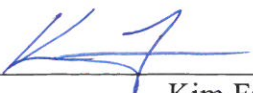
1. That for the purpose of funding the Town of Vulcan's contribution towards the Vulcan Hospital Expansion project the sum of NINE HUNDRED AND FIFTY THREE THOUSAND SEVEN HUNDRED AND SEVENTY SIX DOLLARS (\$953,776) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Municipality at large, of which amount the full sum of NINE HUNDRED AND FIFTY THREE THOUSAND SEVEN HUNDRED AND SEVENTY SIX DOLLARS (\$953,776) is to be paid by the Municipality at large.
2. The proper officers of the Municipality are hereby authorized to issue debentures on behalf of the Municipality for the amount and purpose as authorized by this by-law, namely the Vulcan Hospital Expansion 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 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 EIGHT (8) 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.

This Bylaw shall take effect on the date of the third and final reading.

Received first reading this Ninth day of November, 2015



Tom Grant, Mayor



Kim Fath, CAO

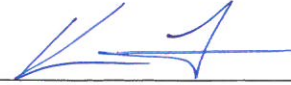
Initials: 

Bylaw No.1449-15

Received second reading this 14th day of December, 2015



Tom Grant, Mayor



Kim Fath, CAO

Received third reading and finally passed this 14th day of December, 2015



Tom Grant, Mayor



Kim Fath, CAO

Initials:  