

TOWN OF VULCAN

BYLAW NO. 1279

A bylaw of the Town of Vulcan in the Province of Alberta to authorize the Municipal Council of the Town of Vulcan to incur an indebtedness on behalf of the said Town by the issuance of debentures for the purpose of construction of the Sanitary Sewer Forcemain.

WHEREAS, it is deemed expedient and proper, pursuant to the provisions of Section 258 of the Municipal Government Act, Chapter M-26.1 that the Council shall issue a bylaw to authorize financing for the construction of the Sanitary Sewer Forcemain.

AND WHEREAS, the total construction price of the Sanitary Sewer Forcemain is \$296,491.00.

AND WHEREAS, in order to complete the construction, it will be necessary to borrow the sum of \$266,178. on the credit of the Town as herein provided.

AND WHEREAS, the said indebtedness is to be repaid over a period of 20 years in annual installments, with interest not exceeding ten percentum (10%), or the interest fixed from time to time by the Alberta Municipal Financing Corporation, per annum, payable annually.

AND WHEREAS, the amount of the equalized assessment in the municipality as last determined and fixed by the Assessment Equalization Board is \$85,903,640.

AND WHEREAS, the amount of the existing debenture debt as at December 31, 2001, is \$776,427. no part of which is in arrears.

AND WHEREAS, the estimated lifetime of the Sanitary Sewer Forcemain is 50 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 Municipal Council of the Town of Vulcan in Council assembled enacts as follows:

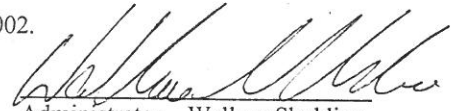
1. The Municipal Council of the Town of Vulcan is hereby empowered and authorized to enter into an agreement for the purpose of the construction of the Sanitary Sewer Forcemain.
2. That for the purpose aforesaid, the sum of two hundred sixty six thousand and one hundred seventy eight dollars be borrowed by way of debenture on the credit and security of the Town of Vulcan at large.
3. The debentures to be issued under this bylaw shall not exceed the sum of two hundred sixty six thousand and one hundred seventy eight (\$266,178), and may be in any denomination not exceeding the amount authorized by this bylaw and shall be dated having regard to the date of the borrowing.
4. The debentures shall bear interest during the currency of the debentures, at a rate not exceeding ten percentum (10%), or the interest rate fixed from time to time by the Alberta Municipal Financing Corporation, per annum, payable annually.
5. The debentures shall be issued in such manner that the principal and interest will be combined and be made payable in, as nearly as possible, equal annual installments over a period of twenty (20) years, in accordance with the schedule attached and forming a part of each debenture.
6. The debentures shall be payable in lawful money of Canada at the Alberta Treasury Branch in the Town of Vulcan or at such other bank or financial institution as the Council may authorize as its banking agency during the currency of the debentures.

7. The Mayor and Administrator of the Town of Vulcan shall authorize such bank or financial institution to make payment to the holder of the debentures, on such date and in such amounts as specified in the repayment schedule forming part of each debenture.
8. The said debentures shall be signed by the Mayor and the Administrator of the Town of Vulcan, and the Municipal Administrator shall affix thereto the corporate seal of the said Town of Vulcan.
9. There shall be levied and raised in each year of the currency of the debentures a rate or rates on the assessed value of all lands and improvements shown on the assessment roll, sufficient to provide an annual tax adequate to pay the principal and interest falling due in such year on such debentures. The said rates and taxes are collectible at the same time and in the same manner as other rates and taxes.
10. The net amount realized by the issue and sale of debentures issued under this bylaw shall be applied only for the purposes for which the indebtedness was created.
11. This bylaw shall take effect on the day of the final passing thereof.

READ a first time this 11th day of February 2002.



Mayor - David Mitchell

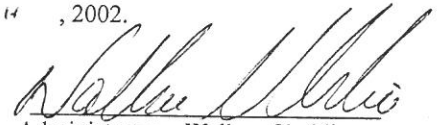


Administrator - Wallace Sholdice

READ a second time this 11th day of MARCH, 2002.

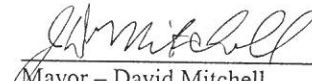


Mayor - David Mitchell

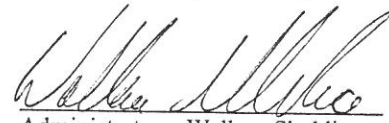


Administrator - Wallace Sholdice

READ a third time, by unanimous consent of the Councillors present, and finally passed this 11th day of MARCH, 2002.



Mayor - David Mitchell



Administrator - Wallace Sholdice