



**TOWN OF GIBBONS**

**Local Improvement Borrowing Bylaw**

**Bylaw ALT 2/24**

**THIS BYLAW AUTHORIZES THE COUNCIL OF THE TOWN OF GIBBONS IN THE PROVINCE OF ALBERTA, TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURES IN THE AMOUNT OF \$3,010,343.44 FOR THE PURPOSE OF PROVIDING SERVICING TO ALL LANDS THAT DIRECTLY BENEFIT FROM HEARTLAND COTTAGES LOCAL IMPROVEMENT PROJECT.**

**WHEREAS** the Council of the Town of Gibbons has decided to issue a bylaw pursuant to Section 263 the *Municipal Government Act*, to authorize the financing, undertaking and completion of HEARTLAND COTTAGES local improvement project as described in the local improvement plan authorized by council;

**AND WHEREAS:** Plans and specifications have been prepared. The total cost of the project is estimated to be \$4,221,409.27 (including all servicing costs) and the Municipality estimates the following contributions will be applied to the project:

Municipality at large	\$0.00
Benefitting Owners	\$3,010,343.44
Total Cost	\$3,010,343.44

In order to complete the project, it will be necessary for the Municipality to borrow the sum of \$3,010,343.44, for a period not to exceed ten (10) years, from the Alberta Capital finance Authority or Servus Credit Union, by the issuance of debentures and on the terms and conditions referred to in this bylaw.

The estimated lifetime of the project financed under this bylaw is equal to, or in excess of seventy-five (75) years.

The principal amount of the outstanding debt of the Municipality at December 31, 2023, is \$9,581,905.80 and no part of the principal or interest is in arrears.

**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 TOWN OF GIBBONS DULY ASSEMBLED, ENACTS AS FOLLOWS:**

1. That for the purpose of completing the HEARTLAND COTTAGES local improvement project the sum of \$3,010,343.44 (Three Million ten thousand three hundred and forty-three dollars and forty-four cents) be borrowed from the Alberta Capital Finance Authority or Servus Credit Union by way of debenture on the credit and security of the Municipality at large.
2. The amount of \$3,010,343.44 (Three Million ten thousand three hundred and forty-three dollars and forty-four cents) plus applicable interest and costs is to be collected by way of local improvement tax imposed pursuant to the municipality's Local Improvement Tax Bylaw No. ALT 1/24.
3. 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 bylaw, namely the HEARTLAND COTTAGES local improvement project.
4. The municipality shall repay the indebtedness according to the repayment structure in effect, namely semi-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 Servus Credit Union on the date of the borrowing, and not to exceed SEVEN (7.5) percent.
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.

This Bylaw shall come into force on the date it is passed.

Read a first time this 24<sup>th</sup> day of January 2024.

[ORIGINAL COPY IS SIGNED]

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Mayor, Dan Deck

[ORIGINAL COPY IS SIGNED]

\_\_\_\_\_  
Chief Administrative Officer, Farrell O'Malley

Read a second time this 14<sup>th</sup> day of February 2024.

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Deputy Mayor, Jaycynth Millante

[ORIGINAL COPY IS SIGNED]

\_\_\_\_\_  
Chief Administrative Officer, Farrell O'Malley

Read a third time this 14<sup>th</sup> day of February 2024.

[ORIGINAL COPY IS SIGNED]

\_\_\_\_\_  
Deputy Mayor, Jaycynth Millante

[ORIGINAL COPY IS SIGNED]

\_\_\_\_\_  
Chief Administrative Officer, Farrell O'Malley

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