
**TOWN OF SEDGEWICK
BYLAW NO. 552/19
TOWN OF SEDGEWICK BORROWING BYLAW**

This bylaw authorizes the Council of the Town of Sedgewick to incur indebtedness by the issuance of debenture(s) in the amount of \$1,500,000.00 for the purpose of revitalizing Main Street (4800 block of 47th Street) which is to include replacing sanitary sewer mains, pavement, sidewalks, light fixtures and other landscaping items.

WHEREAS:

The Council of the Town of Sedgewick has decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the Main Street Revitalization.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$1,700,000.00 and the Town of Sedgewick estimates the following grants and contributions will be applied to the project:

Capital Reserves	<u>\$0</u>
Provincial Grants	<u>\$200,000</u>
Debenture(s)	<u>\$1,500,000</u>
Total Cost	<u>\$1,700,000</u>

In order to complete the project it will be necessary for the Town of Sedgewick to borrow the sum of \$1,500,000.00, for a period not to exceed fifteen (15) 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 bylaw.

The estimated lifetime of the project financed under this bylaw is equal to, or in excess of thirty (30) years.

The principal amount of the outstanding debt of the Town of Sedgewick at December 31, 2018 is \$0.00 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 SEDGEWICK DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of revitalizing Main Street, the sum of ONE MILLION AND FIVE HUNDRED THOUSAND DOLLARS (\$1,500,000.00) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Town of Sedgewick at large, of which amount the full sum of \$1,500,000.00 is to be paid by the Town of Sedgewick at large.
2. The proper officers of the Town of Sedgewick are hereby authorized to issue debenture(s) on behalf of the Town of Sedgewick for the amount and purpose as authorized by this bylaw, namely the revitalization of Main Street.
3. The Town of Sedgewick 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 fifteen (15) 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 Town of Sedgewick 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 Town of Sedgewick.
6. The net amount borrowed under the bylaw shall be applied only to the project specified by this bylaw.
7. This bylaw comes into force on the date it is passed.

First Reading passed in open Council duly assembled in the Town of Sedgewick, in the province of Alberta this 24th day of January, 2019.

Second Reading passed in open Council duly assembled in the Town of Sedgewick, in the province of Alberta this ____ day of _____, 2019.

Third Reading passed in open Council duly assembled in the Town of Sedgewick, in the province of Alberta this ____ day of _____, 2019.

TOWN OF SEDGEWICK

MAYOR

CHIEF ADMINISTRATIVE OFFICER