

Bylaw #08-2005

A BYLAW IN THE TOWN OF LEGAL IN THE PROVINCE OF ALBERTA TO AUTHORIZE THE COUNCIL OF THE TOWN OF LEGAL TO INCUR AN INDEBTEDNESS BY THE ISSUANCE OF A DEBENTURE (THE "DEBENTURE") TO THE ALBERTA CAPITAL FINANCE AUTHORITY THROUGH THE ME^{first} ENERGY EFFICIENCY ASSISTANCE PROGRAM FOR THE PURPOSE OF REPLACING THE REFRIGERATION PLANT IN THE LEGAL ARENA.

The Council of the Town of Legal has decided to issue a bylaw pursuant to Section 257 of the Municipal Government Act to authorize the financing, undertaking and completion of the replacement of the arena refrigeration plant.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$392,000 and the Town of Legal estimates the following grants and contributions will be applied to the project:

Capital Reserves	\$129,970
Provincial Grants	\$125,000
Debenture	<u>\$137,030</u>
TOTAL	\$392,000

In order to complete the project it will be necessary for the Town of Legal to borrow the sum of \$137,030 for a period not to exceed 5 years from the Alberta Capital Finance Authority by the issuance of debentures and on the terms and conditions referred to in this bylaw.

The Town of Legal will repay the indebtedness over a maximum period of five (5) years in semi-annual installments, with zero percent (0%) interest, per annum.

The estimated amount of the existing debenture debt of the Town of Legal as of December 31st, 2004 is \$250,622, no part of which is in arrears.

The estimated lifetime of the project is twenty (20) years.

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 LEGAL DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of replacing the arena refrigeration plant the sum of ONE HUNDRED AND THIRTY SEVEN THOUSAND AND THIRTY DOLLARS (\$137,030) be borrowed from the Alberta Capital Finance Authority by way of debenture on the credit and security of the Town of Legal at large of which the full sum of \$137,030 is to be paid by the Town of Legal at large.
2. The proper officers of the Town of Legal are hereby authorized to issue debenture(s) on behalf of the Town of Legal for the amount and purpose as authorized by this bylaw, namely the replacement of the refrigeration plant.
3. The borrowing under this Bylaw shall not exceed the sum of \$137,030 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 borrowing shall bear interest during the currency of the borrowing, at a rate of zero percent (0%), per year.

5. The Town of Legal shall repay the indebtedness according to the repayment schedule in effect attached and forming a part of the debenture, namely semi-annual equal payments over a period of five (5) years.
6. The Town of Legal shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
7. The indebtedness shall be contracted on the credit and security of the Town of Legal.
8. The net amount borrowed under this bylaw shall be applied only to the project specified by this bylaw.
9. This bylaw comes into force on the date it is passed.

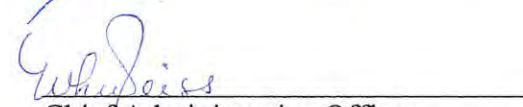
READ A FIRST TIME THIS 5th DAY OF December, 2005.

READ A SECOND TIME THIS 5th DAY OF December, 2005.

READ A THIRD AND FINAL TIME THIS 5th DAY OF December, 2005.



Mayor



Chief Administrative Officer