

BY-LAW NO. #03-2024
OF THE TOWN OF LEGAL
(Hereinafter referred to as “the Municipality”)

IN THE PROVINCE OF ALBERTA

This Bylaw authorizes the Council of the Municipality to incur indebtedness by the issuance of debenture(s) in the amount of \$3,000,000.00 for the purpose of the Legal Arena and Curling Rink Retrofit Project.

WHEREAS:

The Council of the Municipality has decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the Arena and Curling Rink Retrofit Project.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$14,219,360.00 and the Municipality estimates the following grants and contributions will be applied to the project:

Federal Grant (Green & Inclusive Community Building)	\$ 7,159,360.00
Federal Grant (Enabling Accessibility Fund)	\$ 500,000.00
Green Municipal Fund (FCM-Community Building Retrofit Initiative)	\$ 1,000,000.00
Provincial Grant (Community Facility Enhancement Program)	\$ 1,000,000.00
Capital Reserves (Sturgeon County)	\$ 360,000.00
Capital Reserves (Town of Legal)	\$ 500,000.00
Fundraising	\$ 200,000.00
Local Government Fiscal Framework	\$ 500,000.00
Debenture	<u>\$ 3,000,000.00</u>
Total Cost	\$14,219,360.00

In order to complete the project, it will be necessary for the Municipality to borrow the sum of \$3,000,000.00 for a period not to exceed ten (10) years, from the Federation of Canadian Municipalities (FCM), or the Province of Alberta, 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 fifty (50) years.

The principal amount of the outstanding debt of the Municipality at December 31, 2023 is \$302,518.18 and no part of the principal or interest is in arrears.

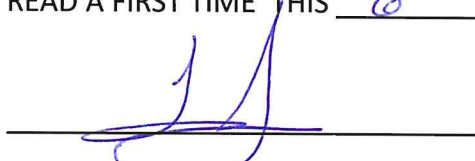
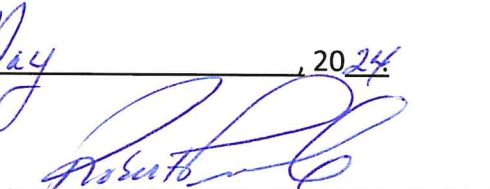
All required approvals for the project have been obtained and the project is in compliance with all *Acts* and *Regulations* of the Province of Alberta.

NOW, THEREFORE, THE COUNCIL OF THE MUNICIPALITY DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That, for the purpose of constructing the Legal Arena and Curling Rink Retrofit Project, the sum of Three Million Dollars (\$3,000,000.00) be borrowed from the Federation of Canadian Municipalities (FCM), or the Province of Alberta, 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 Three Million Dollars (\$3,000,000.00) is to be paid by the Municipality at large.
2. The proper officers of the Municipality are hereby authorized to issue debenture(s) on behalf of the Municipality for the amount and purpose as authorized by this Bylaw, namely the Legal Arena and Curling Rink Retrofit 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 ten (10) years calculated at a rate not exceeding the interest rate fixed by the Federation of Canadian Municipalities (FCM), or the Province of Alberta, or another authorized financial institution on the date of the borrowing, and not to exceed seven percent (7%).

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 bylaw shall be applied only to the project specified by this Bylaw.
7. If any provision herein is adjudged by a Court of competent jurisdiction to be invalid for any reason, then that provision shall be severed from the remainder of the Bylaw and all other provisions of this Bylaw shall remain valid and enforceable.
8. This Bylaw comes into force on the date it is passed.

READ A FIRST TIME THIS 6th DAY OF May, 2024

MAYOR CHIEF ADMINISTRATIVE OFFICER

READ A SECOND TIME THIS _____ DAY OF _____, 20__.

MAYOR CHIEF ADMINISTRATIVE OFFICER

READ A THIRD TIME THIS _____ DAY OF _____, 20__.

MAYOR CHIEF ADMINISTRATIVE OFFICER