

**Mountain View County
Province of Alberta**

Bylaw No. 34/08

A BYLAW OF MOUNTAIN VIEW COUNTY IN THE PROVINCE OF ALBERTA TO INCUR AN INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE AMOUNT OF \$ 6,500,000 FOR THE PURPOSE OF LENDING MONEY TO MOUNTAIN VIEW SENIORS' HOUSING, SO THAT MOUNTAIN VIEW SENIORS' HOUSING CAN CONSTRUCT A SENIORS' LODGE IN THE TOWN OF OLDS

101. The Council of the Municipality has decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, in order for Mountain View Seniors' Housing to undertake and complete the construction of the Seniors' Lodge.
102. Agreements have been prepared and the total loan to Mountain View Seniors' Housing is estimated to be Six Million Five Hundred Thousand Dollars (\$6,500,000). This amount is the net amount of financing required by Mountain View Seniors' Housing after they have applied any applicable reserves or grants.
103. In order to complete the project it will be necessary for the Municipality to borrow the sum of Six Million Five Hundred Thousand Dollars (\$6,500,000), for a period not to exceed 25 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.
104. The estimated lifetime of the project financed under this bylaw is equal to, or in excess of 25 years.
105. The principal amount of the outstanding debt of the Municipality at December 31, 2007 is \$2,849,205.
106. 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
107. This bylaw may be cited as the Mountain View Seniors' Housing Borrowing bylaw-Mount View Lodge.

GENERAL

201. NOW THEREFORE, the Council of Mountain View County, in the Province of Alberta, duly assembled, enacts as follows:
 - a. That for the purpose of lending funds to Mountain View Seniors' Housing the sum of Six Million Five Hundred Thousand Dollars (\$6,500,000) be borrowed from the Alberta Capital Finance Authority 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 Six Million Five Hundred Thousand Dollars (\$6,500,000) is to be paid by the Municipality at large.
 - b. 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 lending of funds to Mountain View Seniors' Housing.

- c. 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 Twenty-five (25) 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 Ten (10) percent.
- d. The Municipality has agreements with Mountain View Seniors' Housing for the repayment of the indebtedness. In the event of insufficient funds Mountain View County shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
- e. The indebtedness shall be contracted on the credit and security of the Municipality.
- f. The net amount borrowed under the bylaw shall be applied only to the project specified by this bylaw.

EFFECTIVE DATE

301. This Bylaw shall come into effect at such time as it has received third (3rd) reading and has been signed in accordance with the *Municipal Government Act*.

Read the first time this 17th day of September, 2008

Read the second time this 22nd day of October, 2008

Read the third time this 22nd day of October, 2008



Reeve



Chief Administrative Officer

24 Oct 2008

Date of Signing