

**BYLAW NO. 2014-313
OF THE VILLAGE OF HILL
SPRING**

(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 a short-term borrowing in the amount of \$40,000 for the purpose of interim financing of capital projects.

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 256, 257 and 259 of the *Municipal Government Act* to authorize the issuance of a short-term loan for cash flow purposes and interim financing of a capital project as approved in the annual budget of the Municipality.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$271,785. The Municipality estimates that the Community Centre project will have the following grants and contributions applied to the project:

Local Organizations Contributions	\$62,000
Provincial Grants	\$129,785
Federal Grants	\$80,000
Total Cost	\$271,785

In order to complete the project it will be necessary for the Municipality to borrow on a short-term loan the sum of \$40,000 for a period not to exceed one (1) year from an authorized financial institution on the terms and conditions referred to in this bylaw.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of twenty five (25) years.

The Municipality has no debt at December 31, 2013.

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 a short-term loan, a sum not exceeding forty thousand dollars (\$40,000) be borrowed from an authorized financial institution on the credit and security of the Municipality at large, of which amount the full sum of \$40,000 is to be paid by the Municipality at large.
2. The term of the borrowing shall not extend beyond the date on which the project is finally completed and the grants and contributions received.
3. The proper officers of the Municipality are hereby authorized to issue debt on behalf of the Municipality for the amount and purpose as authorized by this by-law.
4. The Municipality shall repay the indebtedness according to the terms and at the rates set from time to time by the authorized financial institution on the date of the borrowing(s).
5. The Municipality shall levy and raise in each year municipal taxes or allocate sufficient capital grant dollars sufficient to pay the indebtedness.
6. The indebtedness shall be contracted on the credit and security of the Municipality.
7. The net amount borrowed under the by-law shall be applied only to the project specified by this by-law.
8. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS THE 21ST DAY OF JANUARY 2014.

READ A SECOND TIME THIS THE 21ST DAY OF JANUARY 2014.

MOTION TO HOLD THIRD READING THIS THE 21ST DAY OF JANUARY 2014.

READ A THIRD TIME THIS THE 21ST DAY OF JANUARY 2014.


MAYOR


CHIEF ADMINISTRATIVE OFFICER