



**TOWN OF HINTON
BYLAW No. 2020**

**BYLAW OF THE TOWN OF HINTON IN THE PROVINCE OF ALBERTA
TO AUTHORIZE A DEBENTURE**

This Bylaw authorizes the Council of the Town of Hinton to incur indebtedness by the issuance of debenture(s) in the amount of \$4,226,500 for the purpose of facilitating the installation of water meters on single family residential, multi-family residential, commercial, and industrial properties.

WHEREAS the Council of the Town of Hinton has decided to issue a Bylaw pursuant to Section 258 of the Municipal Government Act to authorize the financing, undertaking and completion of the purchasing and installation of water meters.

WHEREAS plans and specifications have been prepared and the total cost of the project is estimated to be \$4,226,500 and the municipality estimates the following grants and contributions will be applied to the project:

Capital Reserves	\$0.00;
Provincial Grants	\$0.00;
Debentures	<u>\$4,226,500</u>
Total Costs	\$4,226,500

WHEREAS in order to complete the project it will be necessary for the Municipality to borrow the sum of \$4,226,500, for a period not to exceed Ten (10) years, from the Province of Alberta or another authorized financial institution, by the issuance of debentures and on the terms and conditions referred to in they bylaw.

WHEREAS the estimated lifetime of the project financed under this bylaw is equal to, or in excess of Twenty (20) years.

WHEREAS the principal amount of the outstanding debt of the Municipality at December 31, 2023 is \$4,307,746 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 Municipal Council of the Town of Hinton in session duly assembled hereby enacts as follows:

1. That for the purpose of constructing the water meter installation project, the sum of Four Million Two Hundred Twenty-Six Thousand, Five Hundred Dollars (\$4,226,500.00) be borrowed from 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 \$4,226,500.00 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 installation of water meters in the Town of Hinton.

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 Province of Alberta, or another authorized financial institution, on the date of the borrowing, and not to exceed six (6) percent.
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. This bylaw comes into force on the date it is passed.

READ A FIRST TIME THIS 15 DAY OF APRIL 2025.

READ A SECOND TIME THIS 20 DAY OF MAY 2025.

READ A THIRD TIME THIS 20 DAY OF MAY 2025.



Mayor



Chief Administrative Officer