



**BYLAW # 1127
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 \$1,250,000.00 for the purpose of purchasing lands and covering the related off-site levies to these lands.

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 of lands as well as including the amount required to cover the related off-site levies to these lands.

NOW THEREFORE: it is hereby enacted by the Council of the Town of Hinton, in the Province of Alberta, as follows:

- 1.0 Council authorizes the incurring of indebtedness by the issuance of debenture(s) in the amount of \$1,250,000.00 to the Alberta Capital Finance Authority for the purpose of purchasing lands and related off-site levies.
- 2.0 The Offer to Purchase is a lump sum for all the lands described as: Plan 182 1995, Block 30 Lot 2; Plan 182 1995, Block 30, Lot 1; Plan 182 1997, Block 10, Lot 4; and Plan 182 1998, Block 23, Lot 14. An additional amount is required to cover the costs of the off-site levies owing on these lots.

Total Sum of Borrowing	\$1,250,000.00
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- 3.0 In order to complete the project, it will be necessary for the Town of Hinton to borrow the sum of \$1,250,000.00 (the "indebtedness") for a period not to exceed fifteen (15) 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.
- 4.0 The principal amount of the outstanding debt of the Town of Hinton at December 31, 2017 is \$6,664,460 and no part of the principal or interest is in arrears.
- 5.0 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.
- 6.0 For the purpose of purchasing lands and paying related off-site levies, the sum of One Million Two Hundred and Fifty Thousand Dollars (\$1,250,000.00) is to be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Town of Hinton at large, of which amount the full sum of \$1,250,000.00 is to be paid by the Town of Hinton at large from the operating budget.
- 7.0 The proper officers of the Town of Hinton are hereby authorized to issue debenture(s) on behalf of the Town of Hinton for the amount and purpose as authorized by this Bylaw, namely the purchase of lands.

- 8.0 The Town of Hinton 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 fifteen (15) 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.
- 9.0 The Town of Hinton shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
- 10.0 The indebtedness shall be contracted on the credit and security of the Town of Hinton.
- 11.0 The net amount borrowed under this Bylaw shall be applied only to the project specified in this Bylaw.
- 12.0 This Bylaw shall take effect on the date it is passed.

READ A FIRST TIME THIS 2nd DAY OF OCTOBER, 2018

READ A SECOND TIME THIS 20th DAY OF NOVEMBER, 2018

READ A THIRD TIME THIS THIS 20TH DAY OF NOVEMBER, 2018



Mayor



Director of Corporate Services