



**BYLAW NO. 2019-996
OF THE TOWN OF TWO HILLS**

(hereinafter referred to as “the Town of Two Hills”)

IN THE PROVINCE OF ALBERTA

THIS BYLAW AUTHORIZES THE COUNCIL OF THE TOWN OF TWO HILLS TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE AMOUNT OF \$170,000.00 FOR THE PURCHASE OF A LOADER.

WHEREAS the Council of the Town of Two Hills has decided to issue a by-law pursuant to Section 251 and 258 of the *Municipal Government Act* to authorize the financing for the purchase of a loader for the Town of Two Hills.

WHEREAS the total cost of the loader is \$170,000.00 and in order to purchase the loader it will be necessary for the Town of Two Hills to borrow the sum of \$170,000.00, for a period not to exceed five (5) 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.

The estimated lifetime of the loader financed under this by-law is equal to, or in excess of 5 years.

The principal amount of the outstanding debt of the Town of Two Hills at December 31, 2018 is \$3,004,716 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 TOWN OF TWO HILLS DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of purchasing a loader, the sum of One Hundred Seventy Thousand Dollars (\$170,000.00) 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 Two Hills at large, of which amount the full sum of \$170,000.00 is to be paid by the Town of Two Hills at large.
2. The proper officers of the Town of Two Hills are hereby authorized to issue debenture(s) on behalf of the Town of Two Hills for the amount and purpose as authorized by this by-law, namely the purchase of a loader.



3. The Town of Two Hills 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 five (5) 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 seven (7) percent.
4. The Town of Two Hills shall levy and raise in each year user fees and municipal taxes sufficient to pay the indebtedness.
5. The indebtedness shall be contracted on the credit and security of the Town of Two Hills.
6. The net amount borrowed under the by-law shall be applied only to the project specified by this by-law.

This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS 12th day of November, 2019.

MAYOR

CHIEF ADMINISTRATIVE OFFICER

READ A SECOND TIME THIS 17th day of December, 2019.

MAYOR

CHIEF ADMINISTRATIVE OFFICER

READ A THIRD TIME THIS 17th day of December, 2019.

MAYOR

CHIEF ADMINISTRATIVE OFFICER

