

BYLAW 02/2007

A BYLAW OF THE TOWN OF HIGH PRAIRIE, PROVINCE OF ALBERTA, AUTHORIZING COUNCIL TO INCUR AN INDEBTEDNESS BY THE ISSUANCE OF DEBENTURES (The "Debentures") TO THE ALBERTA CAPITAL FINANCE AUTHORITY FOR THE PURPOSE OF CONSTRUCTION OF THE GORDON BUCHANAN RECREATION CENTRE.

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WHEREAS: The Council of the Town of High Prairie decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act, Revised Statutes of Alberta 2000, Chapter M-26 and amendments thereto*, hereafter referred to as the Municipal Government Act, to authorize the financing, undertaking and completing of the Construction of the Gordon Buchanan Recreation Centre (ice surface/gymnasium)

WHEREAS: The Town of High Prairie made plans, specifications and estimates for the project and confirms the total cost of the said project is \$5,800,000.00

WHEREAS: The Council of the Town of High Prairie has estimated the following grants and contributions will be received or applied to the project.

1. \$1,350,000.00 Municipal District of Big Lakes
2. \$1,850,000.00 Town of High Prairie
3. \$ 600,000.00 Government Grants
4. \$2,000,000.00 Fundraising/Donations

WHEREAS: In order to construct and complete the said project, it will be necessary for the Town of High Prairie to fund its share of the project in the sum of one million, eight hundred and fifty thousand (\$1,850,000.00.) dollars by providing the sum of eight hundred and fifty thousand (\$850,000.00.) dollars from the Town's internal sources, and borrowing a maximum of one million (\$1,000,000.00.) dollars.

WHEREAS: The Town will repay the indebtedness over a period of 20 years in semi-annual installments, with interest not exceeding 8 % or the interest rate fixed from time to time by the Alberta Capital Finance Authority, per annum, payable semi-annually.

WHEREAS: The amount of the existing debenture debt of the Town at December 31, 2006, is \$3,525,438.53, no part of which is in arrears.

WHEREAS: The estimated lifetime of the project is 50 years.

WHEREAS: 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 HIGH PRAIRIE, IN THE PROVINCE OF ALBERTA, DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of the Construction of the Gordon Buchanan Recreation Centre project the sum of \$1,000,000.00 be borrowed from Alberta Capital Finance Authority by way of debenture on the credit and security of the Town at large, of which amount the sum of \$1,000,000.00 is to be paid by the Town of High Prairie at large.



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2. The debentures to be issued under this bylaw shall not exceed the sum of \$1,000,000.00, and may be in any denomination not exceeding the amount authorized by this bylaw and shall be dated having regard to the date of the borrowing.
3. The debentures shall bear interest during the currency of the debentures, at a rate not exceeding 8%, or the interest rate fixed from time to time by the Alberta Capital Finance Authority, per annum, payable semi-annually.
4. The debentures shall be issued in such manner that the principal and interest will be combined and be made payable in, as nearly as possible, equal semi-annual installments over a period of 20 years, in accordance with the schedule attached and forming a part of each debenture.
5. The debentures shall be payable in lawful money of Canada at the Royal Bank of Canada in the Town of High Prairie or at such other bank or financial institution as the Town may authorize as its banking agency during the currency of the debenture.
6. The Mayor and Town Manager of the Town of High Prairie shall authorize such bank or financial institution to make payments to the holder of the debentures, on such date and in such amounts as specified in the repayment schedule forming part of each debenture.
7. The debentures shall be signed by the Mayor and the Town Manager of the Town and the Town Manager shall affix the corporate seal of the Town to the debentures.
8. There shall be levied and raised in each year of the currency of the debentures a rate or rates on the assessed value of all lands and improvements shown on the assessment roll, sufficient to provide an annual tax adequate to pay the principal and interest falling due in such year on such debentures. The said rates and taxes are collectible at the same time and in the same manner as other rates and taxes.
9. The indebtedness is contracted on the credit and security of the Town of High Prairie at large.
10. The net amount realized by the issue and sale of debentures authorized under this bylaw shall be applied only for the purposes for which the indebtedness was created.
11. This bylaw shall take effect on the day of the final passing thereof.

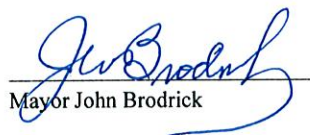
READ a first time this 24th day of January, 2007

Advertised in the South Peace News on January 31, 2007 and February 7, 2007

READ a second time this 28th day of February, 2007

READ a third and final time this 28th day of February, 2007

DATED this 28th day of February, 2007



Mayor John Brodrick



Larry Baran, Town Manager