

BY-LAW 74-2002
"External Borrowing By-law"
OF PARKLAND COUNTY
IN THE PROVINCE OF ALBERTA



THIS BY-LAW AUTHORIZES THE
COUNCIL OF PARKLAND COUNTY TO INCURE
AN INDEBTEDNESS BY THE ISSUANCE OF DEBENTURES TO THE
ALBERTA MUNICIPAL FINANCING CORPORATION (A.M.F.C)
FOR THE PURPOSE OF RENOVATING THE COUNTY SERVICES BUILDING
TO HOUSE THE PARKLAND AMBULANCE AUTHORITY

WHEREAS:

The Council of Parkland County has decided to issue a by-law pursuant to Section 258 of the ***Municipal Government Act (Alberta)*** to authorize the financing, undertaking and completing of renovations to the County Services Building (the "Project") to house the Parkland Ambulance Authority.

Plans, specifications and estimates for the Project have been made and Council as represented by the General Manager, Operations Services, confirms the total estimated cost of the Project is Seven Hundred Thousand Dollars (\$700,000.00);

The Council of Parkland County has entered into a Lease Agreement with the Parkland Ambulance Authority providing for the recovery of the cost of the Project over the term of the Lease Agreement;

In order to construct and complete the Project, it will be necessary for Parkland County to borrow the sum of Seven Hundred Thousand Dollars (\$700,000.00) (the "indebtedness") on the terms and conditions referred to in this By-law;

Parkland County will repay the indebtedness over a period of fifteen (15) years in annual installments, with interest not exceeding ten percent (10%) or the interest rate fixed from time to time by the Alberta Municipal Financing Corporation, per annum, payable annually;

The amount of the existing debenture debt of Parkland County at December 3, 2002 is Six Million Five Hundred Sixty Four Thousand Nine Hundred Thirty Dollars (\$6,564,930.00), no part of which is in arrears;

The estimated lifetime of the project is 15 years.

All required approvals for the Project have been obtained and the project is in compliance with applicable acts and regulations of the Province of Alberta.

The Council of Parkland County has given proper notice of intention to undertake and compete the construction of the Project and no sufficiently signed and valid petition against the Project has been received by Council.

THEREFORE, THE COUNCIL OF PARKLAND COUNTY DULY ASSEMBLED ENACTS AS FOLLOWS:

1. That for the purpose of renovating the County Services Building to house the Parkland Ambulance Authority the sum of Seven Hundred Thousand Dollars (\$700,000.00) or 100% of the Project cost will be borrowed from the A.M.F.C. by way of debenture on the credit and security of Parkland County at large, which sum shall be repaid by Parkland County with the funds received by Parkland County pursuant to the Lease Agreement between the Parkland Ambulance Authority and Parkland County.
2. The debentures to be issued under this By-law shall not exceed the sum of Seven Hundred Thousand Dollars (\$700,000.00) and may be in any denomination not exceeding the amount authorized by this By-law and shall be dated having regard to the date of borrowing.

3. The debentures shall bear interest during the currency of the debentures, at a rate not exceeding ten percent (10%) or the interest rate fixed from time to time by the A.M.F.C., per annum, payable annually.
4. The debentures shall be issued in such a manner that the principal and interest will be combined and made payable in, as nearly as possible, equal annual installments over a period of fifteen (15) 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 Capital City Savings & Credit Union Limited in the City of Spruce Grove, or at such other bank or financial institution as the Council of Parkland County may authorize as its banking agency during the currency of the debentures.
6. The Chief Elected Official and Chief Administrative Officer of Parkland County 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 of the debentures.
7. The Chief Elected Official and the Chief Administrative Officer of Parkland County shall sign the debentures, and the Chief Administrative Officer shall affix the corporate seal of Parkland County to the debentures.
8. In each year, during the currency of the debentures, Parkland County shall apply a sufficient portion of the funds received by Parkland County under the Lease Agreement with the Parkland Ambulance Authority to pay the principle and interest falling due on such debentures.
9. The indebtedness is contracted on the credit and security of Parkland County at large.
10. The net amount realized by the issue and sale of debentures authorized under this By-law shall be applied only for the purposes for which the indebtedness was created.
11. This By-law shall take effect on the day of the final passing thereof.

READ a first time in Council this 17th day of December 2002.

READ a second time in Council this 14th day of January 2003.

READ a third time in Council and passed this 14th day of January 2003.


MAYOR


MANAGER OF LEGISLATIVE AND
ADMINISTRATIVE SERVICES

SCHEDULE TO BY-LAW 74-2002
External Borrowing By-law of Parkland County

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| 1. Amount to be borrowed: | \$700,000 |
| 2. Purpose of borrowing | For the purpose of renovating the County Services Building to house the Parkland Ambulance Authority. |
| 3. Maximum Annual Interest Rate | 10% |
| 4. Term of Borrowing | 15 years |
| 5. Annual debenture payment including principal and interest | \$92,031.64 |
| 6. Source of money to pay for debenture principal and interest | Lease Agreement revenue from the Parkland Ambulance Authority |