

**BYLAW NO. 26-04
TOWN OF FALHER**

THIS BYLAW AUTHORIZES THE COUNCIL OF THE TOWN OF FALHER TO INCUR INDEBTEDNESS BY THE ISSUANCE OF DEBENTURE(S) IN THE AMOUNT OF \$700,000.00 FOR THE PURPOSE OF A CAPITAL PROJECT FOR REPLACEMENT OF SECTIONS OF WATER AND SEWER INFRASTRUCTURE BENEATH MAIN STREET.

WHEREAS, The Council of the Town of Falher has decided to issue a bylaw pursuant to Section 258 of the *Municipal Government Act* to authorize the financing, undertaking and completion of sanitary sewer trunk main replacement & water system improvements.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$1,300,000 and the Town of Falher estimates the following grants and contributions will be applied to the project:

Provincial Grants:	\$600,000
<u>Debentures:</u>	<u>\$700,000</u>
Total Costs:	\$1,300,000

In order to complete the project it will be necessary for the Municipality to borrow the sum of SEVEN HUNDRED THOUSAND DOLLARS (\$700,000), 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 this bylaw.

The estimated lifetime of the project financed under this bylaw is equal to, or in excess of (50) years.

The principal amount of the outstanding debt of the Municipality at December 31, 2025, is \$0 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 Falher enacts as follows:

- 1) That for the purpose of constructing the sanitary sewer trunk main replacement & water system improvements the sum of SEVEN HUNDRED THOUSAND DOLLARS (\$700,000) 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 \$700,000 is to be paid by the Municipality at large.
- 2) The proper officers of the Town of Falher are hereby authorized to issue debenture(s) on behalf of the Municipality for the amount and purpose as authorized by this bylaw, namely the Chief Elected Official and the Chief Administrative Officer.
- 3) The Municipality shall repay the indebtedness according to the repayment structure in effect, namely semi-annual or annual 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 borrowing, and to not exceed 4.5% 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 6th day of MAY, 2026



MAYOR



MUNICIPAL ADMINISTRATOR

READ a second time this _____ day of _____, 2026

READ a third time and finally passed this _____ day of _____, 2026

MAYOR

MUNICIPAL ADMINISTRATOR