



## Legislation Text

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**File #:** BL 19-003, **Version:** 1

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Borrowing Bylaw 2019-03 Acheson Zone 4 Reservoir

### **Proposed Motion**

That Bylaw 2019-03 receive first reading.

### **Administration Recommendation**

Administration supports the proposed Bylaw as presented.

### **Purpose**

To comply with Sections 251 and 258 of the *Municipal Government Act* (MGA) that require Council to pass a bylaw to facilitate long-term borrowing of funds.

### **Summary**

On November 27, 2018 Council approved the 2019 Interim Capital Budget (RFD 18-275) which included the construction of the Acheson Zone 4 Reservoir. Council also passed a motion approving projects spanning more than one year and this project was included. The cost of the reservoir is not to exceed \$6,900,000 and will be accommodated by debt borrowing of \$6,900,000. The anticipated interest rate is to be determined but is not to exceed 7 percent over a 25 year term, as outlined within Bylaw 2019-03. The funds borrowed will be recovered through off-site levies.

Administration will use an authorized financial institution to facilitate the debt needs.

The Bylaw, if approved, will fulfill the terms and conditions represented within the *Municipal Government Act* for long-term borrowing.

### **Strategic Plan/Policy/Legal/Staff Implications**

Bylaw 2019-03 meets the eligibility requirements of the MGA - Section 258

Guiding Principle 4.1: We are recognized leaders in municipal governance, managing our resources responsibly and sustainably, ensuring we leave a vibrant and resilient community legacy to those that follow us.

### **Financial Impact:**

Cost: \$6,900,000

Source of Funding: Debt