

Rural Municipality of Lac du Bonnet

By-law No.02-13

Being a By-law to provide for the expenditure and borrowing of funds for the construction of an expanded wastewater treatment lagoon.

Whereas, *The Municipal Act*, S.M. 1996, c.58 provides, in part, as follows:

"172 In this Division,

"Borrowing" means the borrowing of money, and includes

e) Issuing debentures

"borrowing by-law" means a by-law referred to in clause 174 (1) (a)."

"174 (1) A municipality may make a borrowing only if

(a) The borrowing is authorized by by-law; and

(b) Subject to subsection (2), the borrowing is set out as a debt obligation in the operating budget or capital budget or it is made to fund an expenditure authorized under subsection 169(5).

And Whereas the Council of the Rural Municipality of Lac du Bonnet is of the opinion that the following project, being:

The construction of expanding the existing wastewater treatment lagoon

should be undertaken within the municipality;

And Whereas, in order to complete such undertakings, it will be necessary for the Rural Municipality of Lac du Bonnet to borrow the sum of **\$750,000.00** as hereinafter provided, which is the amount of the debt intended to be created by this by-law;

And Whereas, the consecutive annual amounts, including principal and interest, required to be raised each year for **15 years**, as hereinafter provided, for paying the principal and interest under this by-law are the amounts set out in **Schedule "A"** hereto;

And whereas, the assessed value of the whole land chargeable under this by-law, according to the last revised assessment roll, is **\$288,491,380 (2013 At Large)**.

And Whereas the amount of the existing debenture debt of the Rural Municipality of Lac du Bonnet is **\$102,865.00 (2013 Debenture Debt)** of which no portion of the principal or of the interest thereon is in arrears;

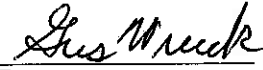
Now Therefore the Council of the Rural Municipality of Lac du Bonnet in regular (or special) session assembled, enacts as follows:


1. That the Rural Municipality of Lac du Bonnet is hereby authorized and empowered to raise upon the credit of the municipality, funds not repayable within the current fiscal year by the borrowing of money in an amount not exceeding **seven hundred and fifty thousand dollars \$750,000.00**;
2. That the funds so raised shall be for the purpose of financing certain works as follows:
the construction of expanding the existing wastewater treatment lagoon.
3. That the borrowing for the aforesaid project shall be issued by the Rural Municipality of Lac du Bonnet in the Province of Manitoba, and shall be payable at Sunova Credit Union in Lac du Bonnet and shall be dated the **31st day of December A.D. 2013**.
4. That the said borrowing shall bear interest at a rate estimated for the time being at **6% per annum**, and subject in any event to the authorization of The Municipal Board at the time of sale, and shall mature in accordance with the maturities set out in Schedule **"A" hereto on the 31st day of December in each of the years 2014 to 2028, both inclusive**.
5. That the issuance of borrowings shall be signed by the Reeve, or by some other person authorized by by-law to sign same, and by the Chief Administrative Officer of The Rural Municipality of Lac du Bonnet and there shall be affixed thereto the corporate seal of the said municipality.
6. That during the currency of the said borrowing; namely, in each of the **years 2014 to 2028, both inclusive**, there shall be raised annually by a special mill rate on all the rateable property within the Municipality, an amount sufficient to meet the requirement for principal and interest.

7. That pursuant to subsection 174(3)(d) of The Municipal Act, pending the issue of the borrowing, the council of The Rural Municipality of Lac du Bonnet may agree with a bank or person or borrow from the general funds of the municipality of Lac du Bonnet for temporary advances from time to time to meet expenditures incurred for the purpose aforesaid, and the total of such advances shall not exceed seven hundred and fifty thousand dollars (\$750,000.00).

8. That during the term of the borrowing authorized herein, in any year where the debt remains unissued, the levies may be made as if the borrowing had been issued; and upon completion of the project authorized herein, the levies shall be applied in reduction of temporary financing, and when issued, the amount and term of borrowing shall be reduced accordingly.

Done and Passed by a by-law of the Rural Municipality of Lac du Bonnet in the Province of Manitoba this 23rd day of July, 2013.



Reeve


Chief Administrative Officer

Read a first time this	13 th day of May, 2013	Resolution # 2013 836
Read a second time this	23 rd day of July, 2013	Resolution # 2013 1010
Read a third time this	23 rd day of July, 2013	Resolution # 2013 1011

Certified under the Corporate Seal of the Rural Municipality of Lac du Bonnet Bylaw 02-13 for the expenditure and borrowing of funds for the construction of an expanded wastewater treatment lagoon is a certified true copy given Third & Final reading on July 23, 2013



Tannis Lodge, CAO

RURAL MUNICIPALITY OF LAC DU BONNET

Upgrade Lagoon

SCHEDULE - A TO BYLAW NO.

	Debenture Issue		
Term (Yrs):	15	Amount:	750,000.00
Date:	December 31, 2013	Rate (%):	6.0000
Payable:	December 31, 2014-2028	Annual Payment:	77,222.07
		First Year's Payment:	77,222.07
		Adjusted Last Year's Payment:	77,222.14

MATURITY SCHEDULE

Year	Interest	Principal	Balance
2014	45,000.00	32,222.07	717,777.93
2015	43,066.68	34,155.39	683,622.54
2016	41,017.35	36,204.72	647,417.82
2017	38,845.07	38,377.00	609,040.82
2018	36,542.45	40,679.62	568,361.20
2019	34,101.67	43,120.40	525,240.80
2020	31,514.45	45,707.62	479,533.18
2021	28,771.99	48,450.08	431,083.10
2022	25,864.99	51,357.08	379,726.02
2023	22,783.56	54,438.51	325,287.51
2024	19,517.25	57,704.82	267,582.69
2025	16,054.96	61,167.11	206,415.58
2026	12,384.93	64,837.14	141,578.44
2027	8,494.71	68,727.36	72,851.08
2028	4,371.06	72,851.08	0.00

TOTALS	408,331.12	750,000.00
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30-Jul-13