

**BY-LAW #14-2015 OF THE  
TOWN OF VERMILION  
(hereinafter referred to the "Municipality")  
IN THE PROVINCE OF ALBERTA**

THIS BY-LAW AUTHORIZES THE COUNCIL OF THE  
MUNICIPALITY TO LEND BY THE ISSUANCE OF DEBENTURES  
FROM THE ALBERTA CAPITAL FINANCING AUTHORITY FOR  
FINANCING THE VERMILION AND DISTRICT HOUSING  
FOUNDATION LODGE EXPANSION

WHEREAS The Council of the Municipality has decided to issue a by-law pursuant to Section 264 (2) of the Municipal Government Act to authorize the financing of the Vermilion & District Housing Foundation Senior Citizen Lodge Expansion.

AND WHEREAS the plans, specifications and estimates for the project and confirms the total cost of the said project is Eleven Million Seven Hundred Sixty Thousand Dollars (\$11,760,000).

AND WHEREAS the Council of the Municipality has estimated the following grants and contributions will be received or applied to the Project.

Provincial Grant	\$4,900,000
Federal Grant	\$4,900,000
County of Vermilion River Financing	\$ 980,000
Town of Vermilion	\$ 980,000

AND WHEREAS in order to construct and complete the said project, it will be necessary for the Municipality to lend the sum of Nine Hundred Eighty Thousand Dollars (\$980,000) on the terms and conditions referred to in this By-Law.

AND WHEREAS the Municipality will collect the indebtedness over a maximum period of years not to exceed twenty (20) years in semi-annual instalments, with a minimum interest rate of two percent (2%) semi-annually, or the interest rate fixed from time to time by the Alberta Capital Financing Authority, payable semi-annually.

AND WHEREAS the estimated lifetime of the project is twenty (20) years.

AND 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 COUNCIL OF THE MUNICIPALITY DULY ASSEMBLED  
ENACTS AS FOLLOWS:

1. That for the purpose of the Vermilion & District Housing Foundation Lodge Expansion project the sum of Nine Hundred Eighty Thousand Dollars (\$980,000) be borrowed from Alberta Capital Financing Authority by way of debenture on the credit and security of the Municipality at large, of which the sum of Nine Hundred Eighty Thousand Dollars (\$980,000) is to be collected by way of semi-annual payments charged against the Vermilion & District Housing Foundation.
2. The loan to be issued under this by-law shall not exceed the sum of Nine Hundred Eighty Thousand Dollars (\$980,000), 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 the borrowing.
3. The loan shall bear interest during the currency of the debenture, at a minimum rate of two percent (2%) semi annually, or the interest rate fixed from time to time by the Alberta Capital Financing Authority, payable semi-annually.
4. The loan will be issued in such manner that the principal and interest will be combined and be made payable in, as nearly as possible, equal annual instalments over a maximum period not to exceed twenty (20) years.
5. The loan shall be payable in lawful money of Canada to the Vermilion & District Housing Foundation at the Vermilion Credit Union in the Town of Vermilion or at such other bank or financial institution as the Vermilion & District Housing Foundation may authorize as its banking agency during the currency of the debenture.

6. The Chairman of the Board and Manager of the Vermilion & District Housing Foundation shall authorize such bank or financial institution to make payments to the Town of Vermilion, on such date and in such amounts as specified in the repayment schedule on the loan.
7. The loan shall be signed by the Chairman of the Board and Manager of the Vermilion & District Housing Foundation.
8. There shall be levied and raised in each year of the currency of the debenture, hereby authorized, an semi-annual charge against the Vermilion & District Housing Foundation that is sufficient to pay the principal and interest falling due in each such year and on each loan issued pursuant to this by-law.
9. The said indebtedness is contracted on the credit and security of the Municipality at large.
10. The net amount realized by the issue of the loan under this by-law shall be applied only for the purpose 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 6 DAY OF OCT., A.D. 2015.

BC MacOuff  
Mayor

Jim Bellard  
Town Manager

READ A SECOND TIME IN COUNCIL THIS 17 DAY OF Nov., A.D. 2015.

BC MacOuff  
Mayor

Jim Bellard  
Town Manager

READ A THIRD TIME IN COUNCIL THIS 17 DAY OF Nov., A.D. 2015.

BC MacOuff  
Mayor

Jim Bellard  
Town Manager