

THE CITY OF SPRUCE GROVE

BYLAW C-1291-24

MERIDIAN HOUSING FOUNDATION BORROWING BYLAW

WHEREAS, pursuant to the *Municipal Government Act*, R.S.A. 2000 c M-26 and amendments thereto, the City of Spruce Grove wishes to borrow and finance the capital contribution request for the Meridian Housing Foundation Spruce Grove Lodge project (“the project”) as authorized by Council;

AND WHEREAS, the City of Spruce Grove estimates that a debenture not to exceed \$2,871,850 will be applied to the project to complete the work planned by Meridian Housing Foundation;

AND WHEREAS the estimated lifetime of the project is a minimum of 20 years;

AND WHEREAS, the principal amount of the outstanding debt of the City of Spruce Grove on December 31, 2023, is \$39,263,000 and no part of the principal or interest is in arrears;

AND WHEREAS, all required approvals for the project will be obtained and the project is in compliance with all Acts and Regulations of the Province of Alberta;

NOW THEREFORE, the Council for the City of Spruce Grove, duly assembled, hereby enacts as follows:

1. BYLAW TITLE

1.1 This bylaw is called the “Meridian Housing Foundation Borrowing Bylaw”.

2. DEFINITIONS

2.1 “City” means the municipal corporation of the City of Spruce Grove in the Province of Alberta.

2.2 “City Manager” means the administrative head of the City of Spruce Grove.

2.3 “Council” means the Council of the City of Spruce Grove elected pursuant to the *Local Authorities Election Act*, R.S.A. 2000, c L-21, amended.

3. AUTHORIZATION

3.1 This bylaw authorizes the Council to incur indebtedness in an amount not to exceed \$2,871,850 for the purpose of financing the construction and completion of the Meridian Housing Foundation Spruce Grove Lodge project.

4. BORROWING

4.1 That for the purpose of financing the construction and completion of the project, the City may borrow from the Province of Alberta, or another authorized financial institution, a sum not to exceed \$2,871,850.

(a) The City shall repay the indebtedness according to the repayment structure in effect, namely annual or semi-annual payments of combined principal and interest instalments not to exceed 20 years calculated at a rate not exceeding the interest rate fixed by an authorized financial institution on the date of the borrowing, and not to exceed eight per cent.

4.2 The City Manager is hereby authorized to execute on behalf of the City promissory notes and other negotiable instruments or other evidence of indebtedness for the amount and purpose as authorized by this bylaw, namely the construction and completion the project.

4.3 The City shall levy and raise in each year tax rates sufficient to pay the principal and interest falling due on the indebtedness.

4.4 The indebtedness shall be contracted on the credit and security of the City.

5. SEVERABILITY

5.1 Every provision of this bylaw is independent of all other provisions and if any provision is declared invalid by a Court, then the invalid provisions shall be severed and the remainder provisions shall remain valid and enforceable.

6. EFFECTIVE DATE

6.1 This bylaw shall come into force and effect when it receives third reading and is duly signed.

First Reading Carried	22 January 2024
Second Reading Carried	26 February 2024
Third Reading Carried	26 February 2024
Date Signed	26 February 2024

Mayor

City Clerk

UNCERTIFIED COPY