

TOWN OF MANNING, ALBERTA

BYLAW 878-20

BORROWING BYLAW - KOMATSU WHEEL LOADER

(hereinafter referred to as "the Municipality")

IN THE PROVINCE OF ALBERTA

This bylaw authorizes the Council of the Municipality to incur indebtedness by the issuance of financing in the amount of \$ 226,705.20 for the purpose of purchasing a WA250PZ-6 Komatsu Wheel Loader.

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 258 of the *Municipal Government Act* to authorize the financing of the WA250PZ-6 Komatsu Wheel Loader

Plans and specifications have been prepared and the total cost of the equipment is estimated to be \$226,705.20 and the Municipality estimates the following grants and contributions will be applied to the project:

Financing	<u>\$226,705.20</u>
Total Cost	\$226,705.20

In order to complete the purchase, it will be necessary for the Municipality to borrow the sum of \$ 226,705.20, for a period not to exceed 51 months, from Komatsu Financial or another authorized financial institution, by the issuance of financing and on the terms and conditions referred to in this bylaw.

The estimated lifetime of the equipment financed under this by-law is equal to, or in excess of 15+ years.

The principal amount of the outstanding debt of the Municipality at May 22, 2020 is \$ 1,414,337.28 and no part of the principal or interest is in arrears.

NOW, THEREFORE, THE COUNCIL OF THE MUNICIPALITY DULY ASSEMBLED, ENACTS AS FOLLOWS:

1. That for the purpose of purchasing the WA250PZ-6 Komatsu Wheel Loader the sum of two hundred and twenty-six thousand, seven hundred and five DOLLARS (\$226,705.20) be borrowed from Komatsu Financial or another authorized financial institution by way of financing on the credit and security of the WA250-PZ-6 Komatsu Wheel Loader, of which amount the full sum of \$ 226,705.20 is to be paid by the Municipality at large.
2. The proper officers of the Municipality are hereby authorized to issue financing on behalf of the Municipality for the amount and purpose as authorized by this by-law, namely the Chief Administrative Officer.
3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely monthly equal payments of combined principal and interest instalments not to exceed fifty-one (51) months calculated at a rate not exceeding the interest rate fixed by the Komatsu Financial or another


authorized financial institution on the date of the borrowing, and not to exceed (___0.75___) 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 by-law shall be applied only to the project specified by this by-law.
7. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS ___27th___ DAY OF ___May___ 2020.

READ A SECOND TIME THIS ___27th___ DAY OF ___May___ 2020.

READ A THIRD TIME THIS ___10th___ DAY OF ___June___ 2020.



(MAYOR)



(CHIEF ADMINISTRATIVE OFFICER)