

BY – LAW NO. 1557

OF THE TOWN OF CARDSTON

(hereinafter referred to the “Municipality”)

IN THE PROVINCE OF ALBERTA

This by-law authorizes the Council of the Municipality to incur an indebtedness by borrowing from the IOS Financial Services for the purpose of leasing a Photocopier.

WHEREAS:

The Council of the Municipality has decided to issue a by-law pursuant to Section 251 and 257 of the Municipal Government Act to authorize the financing of the lease of a Photocopier.

In order to complete the said project, it will be necessary for the Municipality to borrow the sum of \$24,882.72 (the “indebtedness”) on the terms and conditions referred to in this By-law.

The Municipality will repay the indebtedness over a period of four (4) years in monthly instalments, of \$518.39 per month.

The amount of the existing debenture debt of the Municipality at December 31, 2005 is \$1,601,131.00, no part of which is in arrears.

The estimated life span of the equipment is 7 years.

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

1. That for the purpose of leasing said Photocopier, the sum of twenty four thousand eight hundred and eighty two dollars and seventy two cents. (\$24,882.72) be borrowed from IOS Financial Service on the credit and security of the Municipality at large, of which the sum of \$24,882.72 is to be paid by the citizens at large.
2. The borrowing to be issued under this by-law shall not exceed the sum of twenty four thousand eight hundred eighty two dollars (\$24,882.72) 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 borrowing shall bear interest in the terms of the lease payments.
4. The borrowing shall be issued in such manner that the principal will be paid in equal monthly instalments of \$518.39 over a period of four (4) years in accordance with the schedule attached and forming a part of this borrowing.
5. The borrowing shall be payable in lawful money of Canada to IOS Financial Services in Mississauga, Ontario.
6. The Mayor and Municipal Administrator of the Municipality shall authorize such bank or financial institution to debit the bank account of the Town of Cardston on such date and in such amounts as specified in the repayment schedule forming part of this borrowing.

7. The borrowing shall be signed by the Municipal Administrator of the Municipality and the Municipal Secretary shall affix the corporate seal of the Municipality to the borrowing instrument.
8. There shall be levied and raised in each year of the currency of the borrowing a taxation rate to provide payment adequate to pay the lease payments falling due each month. The said rates are collectible at the same time and in the same manner as other taxes.
9. The indebtedness is contracted on the credit and security of the Municipality at large.
10. The net amount realized by the borrowing authorized under this by-law shall be applied only for the purposes for which the indebtedness was created.
11. This by-law shall take effect on the day of the final passing thereof.

Received first reading this 25 day of April, 2006

Received second reading this 25 day of April, 2006

Received third and final reading this 25 day of April, 2006

Signed by the Mayor and the Chief Administrator Officer this 28 day of April, 2006.



Mayor



Chief Administrative Officer