

**BYLAW 935-B-04-26
TOWN OF COALDALE
PROVINCE OF ALBERTA**

**BEING A BYLAW OF THE TOWN OF COALDALE
TO AUTHORIZE A COUNCIL TO INCUR INDEBTEDNESS BY THE ISSUANCE OF
DEBENTURE(S) IN THE AMOUNT OF \$4,000,000 FOR ECONOMIC
DEVELOPMENT – RAIL SPUR**

WHEREAS the Council of the Municipality has decided to issue a bylaw pursuant to Section 257 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the above noted purchase.

The total cost of the Rail Spur is estimated to be **EIGHT MILLION DOLLARS (\$8,000,000)** and the Municipality estimates the following contributions will be applied to the project:

Project	Rail Spur
Estimated Cost	\$8,000,000
Borrowing Funding	\$4,000,000
Contributed Asset	\$4,000,000

In order to complete the Rail Spur, it will be necessary for the Municipality to borrow the sum of **FOUR MILLION DOLLARS (\$4,000,000)** for a period not to exceed 5 years, from ATB Financial, by the issuance of debentures and on the terms and conditions referred to in this bylaw.

The estimated lifetime of the development financed under this bylaw is equal to, or in excess of 50 years.

The principal amount of the outstanding debt of the Municipality estimated at December 31, 2025 is **NINETEEN MILLION EIGHT HUNDRED AND FOUR THOUSAND THREE HUNDRED AND TWENTY-ONE DOLLARS (\$19,804,321)** and no part of the principal or interest is in arrears.

All required approvals for the project will be obtained and the project will comply with all *Acts and Regulations* of the Province of Alberta.

NOW THEREFORE, the Municipal Council of the Town of Coaldale, Alberta, duly assembled, hereby enacts as follows:

TITLE: This bylaw may be cited as the “Economic Development – Rail Spur”

DEFINITIONS:

- (a) **“MUNICIPALITY”** means reference to the Town of Coaldale.
1. That for the purpose of the Rail Spur as noted above for the sum of **FOUR MILLION DOLLARS (\$4,000,000)** to be borrowed from ATB Financial, by way of debenture on the credit and security of the Municipality at large, of which amount the full sum of **FOUR MILLION DOLLARS (\$4,000,000)** is to be paid by the Municipality at large.
 2. The proper officers of the Municipality are hereby authorized to issue debenture(s) on behalf of the Municipality for the amount and purpose as authorized by this bylaw, namely the rail spur as outlined in this Bylaw.
 3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely monthly, semi-annual or annual equal payments of interest only installments and combined principal and interest installments not to exceed **FIVE (5) YEARS**, calculated at an interest rate not exceeding **SEVEN (7%) PERCENT** on the date of borrowing, from ATB Financial.
 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 bylaw shall be applied only to the project specified by this bylaw.
 7. Bylaw 914-B-04-25 is hereby rescinded upon third and final reading of Bylaw 935-B-04-26. Bylaw 935-B-04-26 shall come into force when it receives **THIRD** and **FINAL** reading and is duly signed.

READ a FIRST time this 7th day of April, 2026, for Borrowing Bylaw 935-B-04-26, Economic Development – Rail Spur.

Mayor – Jack Van Rijn
Motion: 109-2026

CAO – Kalen Hastings

READ a SECOND time this 7th day of April, 2026, for Borrowing Bylaw 935-B-04-26, Economic Development – Rail Spur.

Mayor – Jack Van Rijn
Motion: 110-2026

CAO – Kalen Hastings

UNANIMOUS CONSENT to hold all THREE readings in one meeting for Borrowing Bylaw 935-B-04-26, Economic Development – Rail Spur, this 7th day of April, 2026.

Mayor – Jack Van Rijn
Motion: 111-2026

CAO – Kalen Hastings

READ a THIRD and FINAL time this 7th day of April, 2026, for Borrowing Bylaw 935-B-04-26, Economic Development – Rail Spur.

Mayor – Jack Van Rijn
Motion: 112-2026

CAO – Kalen Hastings