

**BYLAW 932-B-03-26
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 \$1,900,000 FOR THE PURCHASE OF
WATER RIGHTS**

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 Water Rights is estimated to be **ONE MILLION NINE HUNDRED THOUSAND DOLLARS (\$1,900,000)** and the Municipality estimates the following contributions will be applied to the project:

Revenue Stream	Amount
Credit Facility	\$1,900,000
Total	\$1,900,000

In order to purchase the water rights, it will be necessary for the Municipality to borrow the sum of **ONE MILLION NINE HUNDRED THOUSAND DOLLARS (\$1,900,000)** for a period not to exceed 5 years from ATB Financial, by issuance of a credit facility, and on the terms and conditions referred to in this bylaw.

The water rights have no listed expiry.

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 projects 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 "Water Rights Borrowing Bylaw"

DEFINITIONS:

- (a) **“MUNICIPALITY”** means reference to the Town of Coaldale.
1. That for the purpose of purchasing the water rights as noted above for the sum of **ONE MILLION NINE HUNDRED THOUSAND DOLLARS (\$1,900,000)** to be borrowed from ATB Financial, by way of a credit facility on the credit and security of the Municipality at large, of which amount the full sum of **ONE MILLION NINE HUNDRED THOUSAND DOLLARS (\$1,900,000)** 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 authorized by this bylaw, namely the water rights 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 instalments and combined principal and interest instalments not to exceed **FIVE (5) YEARS**, calculated at an interest rate not to exceed **EIGHT (8%) 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 932-B-03-26 shall come into force when it receives **THIRD** and **FINAL** reading and is duly signed.

READ a **FIRST** time this 16th day of March, 2026, for Borrowing Bylaw 932-B-03-26, Water Rights.

Mayor – Jack Van Rijn
Motion: 80-2026

CAO – Kalen Hastings

READ a SECOND time this 16th day of March, 2026, for Borrowing Bylaw 932-B-03-26, Water Rights.

Mayor – Jack Van Rijn
Motion: 81-2026

CAO – Kalen Hastings

UNANIMOUS CONSENT was provided by Council to hold all three readings in one meeting for Borrowing Bylaw 932-B-03-26, Water Rights.

Mayor – Jack Van Rijn
Motion: 82-2026

CAO – Kalen Hastings

READ a THIRD and FINAL time this 16th day of March, 2026, for Borrowing Bylaw 932-B-03-26, Water Rights.

Mayor – Jack Van Rijn
Motion: 83-2026

CAO – Kalen Hastings