

THE CORPORATION OF THE CITY OF IQALUIT, NUNAVUT

BYLAW #673

BORROWING PLATEAU SUBDIVISION PHASE 2

A Bylaw of the Municipal Corporation of the City of Iqaluit in Nunavut to authorize the borrowing by debenture for land development pursuant to section 150 of the *Cities, Towns and Villages Act*, R.S.N.W.T., 1988, c.8, as amended by S.Nu. 2003, c.2.

WHEREAS the Council of the Corporation of the City of Iqaluit in Nunavut, deems necessary to finance, by long term borrowing, land development in the residential Plateau Subdivision Phase 2 pending land lease arrangements to be completed;

AND WHEREAS Section 150 of the *Cities Towns and Villages Act* as amended, authorizes a council to borrow by bylaw a long term debt security for a period exceeding one year that may be needed for municipal purposes.

AND WHEREAS the Minister's order is given and evidenced by the Minister's approval herein provided, pursuant to s. 150(6) of the *Cities, Towns and Villages Act*, R.S.N.W.T., 1988, c.8, as amended by S.Nu. 2003, c.2 and c.13.

NOW, THEREFORE, the Council of the City of Iqaluit, in regular session duly assembled, hereby enacts as follows:

APPLICATION

1. The Corporation of the City of Iqaluit is hereby authorized to issue debentures on the security of which may be borrowed, the sum of four million seven hundred thirty thousand dollars (\$4,730,000.00).
2. The sum specified in Section 1 shall be used for the purpose of engineering design and supervision, road construction, water booster station, drainage, legal survey, power servicing and water and sewer piping of 49 fully serviced lots within the Plateau Subdivision Phase 2.
3. The term of the debenture to be issued shall be from one (1) to fifteen (15) years.
4. The debenture shall bear interest at the rate per annum to be established at the time of draw down of funds at such rate the City may negotiate.

5. If the borrowing interest rate is floating, the lending institution shall be directed by the City to convert the rate from a floating rate to a fixed rate if the floating rate increases by 2% on an annual interest rate basis.
6. Interest and Principal shall be payable in Canadian dollars from the equity lease revenue produced through disposal of lands developed from the funds under this bylaw. Proceeds from the equity lease revenue shall be paid on the debenture in the next calendar month in which the Corporation receives them.
7. Notwithstanding, Section 3 above, should monthly payments made in respect of the above mentioned project exceed the monthly charges for principle and interest, then such sums shall be applied to the outstanding principle.
8. The debenture shall be repaid from the leases of the aforesaid land and shall not be a charge against the general revenues of the Municipal Corporation.
9. The debenture shall be signed by the Mayor and Chief Administrative Officer and sealed on behalf of the Municipality.
10. The Municipality of the City of Iqaluit may, on any given date on which payment of principle on the debenture becomes due, redeem the debenture in full by the payment of outstanding principle and interest.
11. The assessed value of all property in the City of Iqaluit on which property taxes are paid or in respect of which grants are made in lieu of such taxation according to the latest revised assessment role is three hundred and twenty two million nine hundred and sixty five thousand two hundred dollars (\$322,965,200.00).

REPEAL

That bylaw #664 is hereby repealed.

EFFECTIVE DATE

This bylaw shall come into effect upon receiving Third and Final reading.

This BY-LAW READ a First Time this 10 day of June 2008, A.D.

Elisapee Sheutiapik
Mayor

John Hussey
Chief Administrative Officer

This BY-LAW READ a Second time this 10 day of June, 2008, A.D.

Elisapee Sheutiapik
Mayor

John Hussey
Chief Administrative Officer

Approved by the Minister of Community and Government Services this 24 day
of June, 2008, A.D.

Levinia Brown
Minister

This BY-LAW READ a Third and Final Time this 15 day of July, 2008, A.D.

Elisapee Sheutiapik
Mayor

John Hussey
Chief Administrative Officer