

TOWN OF LUMSDEN
BYLAW No. 13-2004

**A BYLAW OF THE TOWN OF LUMSDEN IN THE PROVINCE OF
SASKATCHEWAN TO PROVIDE FOR BORROWING THE SUM OF
TWO HUNDRED THOUSAND DOLLARS (\$200,000) FOR THE
PURPOSE OF FINANCING A PORTION OF THE COST OF THE
WATER TREATMENT PLANT.**

WHEREAS it is desirable and necessary to borrow the sum of **TWO HUNDRED THOUSAND – DOLLARS (\$200,000.00)** for the purpose of financing a portion of the cost of the water treatment plant; and

WHEREAS the amount of the taxable assessment of the taxable assessment of the Town of Lumsden according to the last revised assessment roll for the year 2004 is the sum of **FORTY-ONE MILLION SIXTY FOUR THOUSAND NINE HUNDRED AND FIVE – DOLLARS (\$41,064,905)**; and

WHEREAS the total amount of the long term debt of the Town of Lumsden is the sum of **ONE MILLION TWO HUNDRED AND THREE THOUSAND ONE HUNDRED FIVE– DOLLARS & NINE CENTS (\$1,203,105.09)**; no part of which, either principal or interest, is in arrears; and

NOW, THEREFORE, the Council of the Town of Lumsden in the Province of Saskatchewan enacts as follows:

1. **THAT** for the purpose previously mentioned there shall be borrowed on the credit of the Town at large the sum of **Two Hundred Thousand Dollars (\$200,000)** of lawful money of Canada, and debentures shall be issued therefore, bearing interest at the rate of **Five** per centum (**5%**) per annum, payable yearly, having coupons attached thereto for the payment of the installments of principal and interest due in each of the years of the currency of the said debentures.
2. **THE** said debentures shall bear the date of the 31st day of December, 2004 and the coupons attached thereto representing the respective installments of principal and interest shall mature on the 31st day of December 2005 to 2014 inclusive respectively. The said coupons shall be payable in lawful money of Canada at the principal office of the Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option.
3. **THE** debentures shall be sealed with the seal of the Town and shall be signed by the Mayor and Administrator and the coupons attached to the said debentures shall each bear the signatures of the Mayor and Administrator. With the exception of the signature of the Administrator certifying to the registration of the debentures in the securities register of the Town of Lumsden, the signatures of the Mayor and Treasurer on the said debentures and on the coupons attached thereto may be reproduced by lithographing or printing or any other method of mechanical reproduction.
4. **DURING** the currency of the said debentures the sum of **Twenty-five Thousand Nine Hundred and 91/100 Dollars (\$25,900.91)** shall be raised annually for the payment of the debt and interest and the same shall be levied and raised annually by a special rate sufficient therefore on the taxable assessment of the town at the same time and in the same manner as other rates and in addition thereto.

W. J. B.

THIS bylaw shall come into force and take effect on the date of approval being issued by the Saskatchewan Municipal Board, Local Government Committee.

Readings

Read a first time this	25 th	Day of October, 2004.
Read a second time this	10 th	Day of January, 2005.
Read a third time this	10 th	Day of January, 2005.






 Mayor

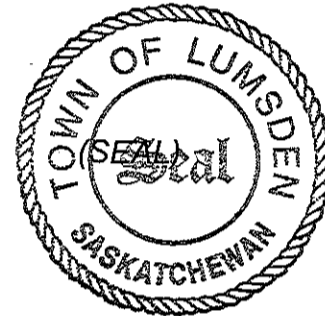


 Administrator

Certified to be a true copy of Bylaw No. 13-2004
 Adopted by the Council of the Town of Lumsden
 On the 10th day of January 2005.



 Administrator



**THE MUNICIPAL FINANCING CORPORATION
OF SASKATCHEWAN**

619-2350 Albert Street, Regina, Saskatchewan S4P 4A6
Telephone: 787-8150
Fax: 787-8493

DEC 23 2004

December 22, 2004

Town of Lumsden
Darcie Cooper, Assistant Administrator
PO BOX 160
LUMSDEN SK S0G 3C0

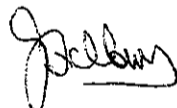
Dear Ms. Cooper:

We are pleased to advise that your offer to sell an annuity debenture of \$200,000.00 to the Municipal Financing Corporation of Saskatchewan (MFC) has been accepted by our Management Committee.

Upon receiving the debenture, we will issue a cheque for the settlement price plus accrued interest. Our required yield for the debenture is 5.00%, and this rate will be fixed for the full 10 year term of the debenture. In addition, the Town of Lumsden will have the option to repay the debenture prior to maturity, in accordance with MFC's prepayment policy (see attached).

You may withdraw your application, however we will need notification of withdrawal by January 10, 2005. The decision to withdraw rests strictly with the Town of Lumsden. We do not forecast how rates will change in the future and do not provide advice in this regard.

Yours truly,



Jim Fallows

Attachment

cc: Local Government Committee
Saskatchewan Municipal Board

**Details of Prepayment Policy Applicable to
Debentures Held by the Municipal Financing Corporation of Saskatchewan
Approved January 2002**

1. The Municipal Financing Corporation of Saskatchewan (MFC) requires formal written notice of a borrower's intention to prepay a debenture. The notice should be directed to the General Manager of the Municipal Financing Corporation of Saskatchewan. A minimum of 30 days notice is required, and MFC reserves the right to determine the prepayment date. Payment in full is due on the prepayment date.
2. The price at which a debenture may be prepaid is calculated as the sum of:
 - (a) all amounts of principal and interest due on or before the redemption date that have not yet been paid; plus
 - (b) the remaining principal of the debenture plus 50% of the difference between the principal of the debenture and its fair market value as determined by MFC.

After receiving notification of the purchase price, the borrower will have a two week period in which to withdraw from the prepayment transaction.

3. Barring extraordinary circumstances, MFC will not provide new financing to a borrower during the 12 month period following a prepayment of debentures.

Note: this policy applies only to debentures held by MFC. Debentures held by other entities are not affected.

Annuity Debenture Calculation

ANNUITY DEBENTURE INFORMATION SHEET

Name of Municipality - Town of Lumsden

Interest Rate: 5.00%

Year	Principal	Interest	Total
2006	\$ 15,900.91	\$ 10,000.00	\$25,900.91
2007	\$ 16,695.96	\$ 9,204.95	\$25,900.91
2008	\$ 17,530.76	\$ 8,370.15	\$25,900.91
2009	\$ 18,407.30	\$ 7,493.61	\$25,900.91
2010	\$ 19,327.66	\$ 6,573.25	\$25,900.91
2011	\$ 20,294.04	\$ 5,606.87	\$25,900.91
2012	\$ 21,308.75	\$ 4,592.16	\$25,900.91
2013	\$ 22,374.18	\$ 3,526.73	\$25,900.91
2014	\$ 23,492.89	\$ 2,408.02	\$25,900.91
2015	\$ 24,667.55	\$ 1,233.36	\$25,900.91
2016	\$ -	\$ -	\$ -
2017	\$ -	\$ -	\$ -
2018	\$ -	\$ -	\$ -
2019	\$ -	\$ -	\$ -
2020	\$ -	\$ -	\$ -
2021	\$ -	\$ -	\$ -
2022	\$ -	\$ -	\$ -
2023	\$ -	\$ -	\$ -
2024	\$ -	\$ -	\$ -
2025	\$ -	\$ -	\$ -
2026		0	
2027		0	
2028		0	
2029		0	
0		0	
0		0	
TOTAL	\$ 200,000.00	\$ 59,009.10	\$ 259,009.10

Bylaw 13-2004
Coupon No. 10 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2014, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 24,667.55
I 1,233.36
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 9 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2013, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 23,492.89
I 2,408.02
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 8 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2012, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 22,374.18
I 3,526.73
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 7 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2011, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 21,308.75
I 4,592.16
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 6 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2010, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 20,294.04
I 5,606.87
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 5 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2009, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 19,327.66
I 6,573.25
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 4 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2008, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 18,407.30
I 7,493.61
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 3 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2007, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 17,530.76
I 8,370.15
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 2 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2006, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 16,695.96
I 9,204.95
Mayor
Treasurer

Bylaw 13-2004
Coupon No. 1 Debenture No. 1
TOWN OF LUMSDEN
Will pay to the bearer at the principal office of The Royal Bank of Canada in either the City of Regina or the Town of Lumsden, Saskatchewan, in Canada, at the holder's option, on the Thirty-First day of December, 2005, the sum of ***Twenty-Five Thousand Nine Hundred and 91/100***dollars of Lawful Money of Canada.
P 15,900.91
I 10,000.00
Mayor
Treasurer