

**TOWN OF CHESTERMERE
PROVINCE OF ALBERTA
BYLAW # 008-13**

A bylaw of the Town of Chestermere, in the Province of Alberta, to authorize the Municipality to incur an indebtedness by the issuance of debentures (the " debentures") to the Alberta Capital Finance Authority for the purpose of the construction of the Great Plains Sanitary Trunk.

WHEREAS The Council of the Municipality has decided to issue a by-law pursuant to Section 258 of the Municipal Government Act to authorize the financing, undertaking and completion of the construction of the Great Plain Sanitary Trunk.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$11.3M and the Municipality estimates the following contribution will be applied to the project:

Capital Reserve – Offsite levies \$5.37M

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$5.93M, for a period not to exceed 20 years from Alberta Capital Finance Authority or other authorized financial institution on the terms and conditions referred to in this bylaw.

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

The principal amount of the outstanding debt of the Municipality at December 31, 2011 is \$13953660, and no part of the principal or interest is in arrears.

All required approvals for the project have been obtained and the project is in compliance with all Acts and regulations of the province of Alberta.

NOW THEREFORE: The council of the Municipality duly assembled, enacts as follows:

1. That for the purpose of constructing the Great Plain Sanitary Trunk the sum of five million nine hundred thirty thousand (\$5.93M) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture on the credit and security of the Municipal at large from which amount the full sum of \$5.93M is to be paid by the Municipal at large.
2. The proper officers of the Municipality are hereby authorized to issue a loan on behalf of the Municipality for the amount and purpose as authorized by this bylaw, namely the Great Plain Sanitary Trunk project.

3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely Semi-annual payments of combined principal and interest installments not to exceed twenty (20) years calculated at a rate not exceeding the interest rate fixed by the Alberta Capital Finance Authority or another authorized financial institution on the date of the borrowing.
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.

This Bylaw comes into full force and take effect on the date of third and final reading.

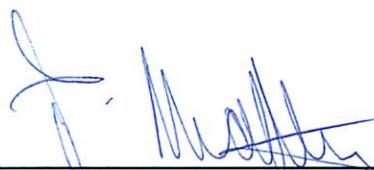
Bylaw #001-13, being the borrowing bylaw is hereby repealed in its entirety

READ A FIRST TIME this 4th day of March, 2013.

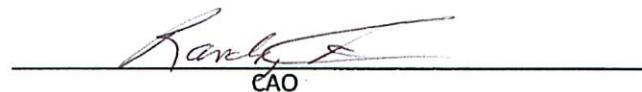
READ A SECOND TIME this 2- day of April 2013

READ A THIRD TIME this 2- day of April, 2013

Resolution No's: 077-13, 117-13, 118-13



Mayor



CAO