

**TOWN OF CHESTERMERE
PROVINCE OF ALBERTA
BYLAW # 024-13**

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 Melcor Developments for the purpose of the Rainbow Road North and Chestermere Boulevard tie-in.

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 Rainbow Road North and Chestermere Boulevard tie-in.

Plans and specifications have been prepared and the total cost of the project is estimated to be \$570,000.00.

In order to complete the project it will be necessary for the Municipality to borrow the sum of \$570,000.00 for a period not to exceed 4 years from Melcor Developments on the terms and conditions referred to in this bylaw.

The principal amount of the outstanding debt of the Municipality at December 31, 2012 is \$11,320,248, 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 Rainbow Road North and Chestermere Boulevard tie-in at the sum of five hundred, fifty-six thousand, eight hundred and eighty-nine (\$570,000.00) be borrowed from Melcor Developments by way of debenture on the credit and security of the Municipality at large from which amount the full sum of \$570,000.00 is to be paid by the Municipality 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 Rainbow Road North and Chestermere Boulevard tie-in.
3. The Municipality shall repay the indebtedness according to the repayment structure in effect, namely annual payments of combined principal and interest installments not to exceed four (4) years calculated at a rate not exceeding the interest rate of 0%.
4. The source of the funds to be used to repay the principal and interest under the bylaw will be offsite levies.
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.

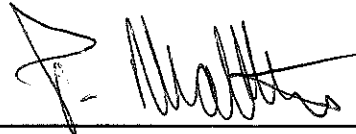
This Bylaw comes into full force and take effect on the date of third and final reading.

READ A FIRST TIME this 19th day of August, 2013

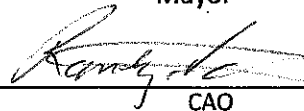
READ A SECOND TIME this 3rd day of September, 2013

READ A THIRD TIME this 3rd day of September, 2013

Resolution No's: 297-13, 327-13, 328-13



Mayor



CAO