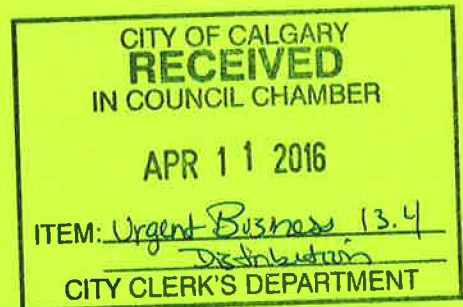


URGENT BUSINESS



RE: DEBT CAPACITY OF ATTAINABLE HOMES CALGARY CORPORATION

COUNCILLOR PINCOTT

WHEREAS Attainable Homes Calgary Corporation ("AHCC") is a wholly-owned subsidiary of The City of Calgary ("The City") that provides affordable home ownership opportunities to Calgarians;

AND WHEREAS AHCC has taken out an additional debt facility to ensure a steady supply of affordable housing opportunities and self-sufficiency;

AND WHEREAS this debt facility will be secured by AHCC's assets, with no guarantee required by The City and no recourse to The City;

AND WHEREAS The City currently has first priority on all present and future acquired assets of AHCC;

AND WHEREAS the unanimous shareholder agreement and finance type obtained by AHCC requires The City to sign subordination and postponement agreements to allow the lender first priority on the assets and proceeds purchased on the new debt facility;

AND WHEREAS at the Shareholder meeting on March 18, 2016, the Shareholder voted to ask Council to direct Administration to sign these agreements;

NOW THEREFORE BE IT RESOLVED that Council direct Administration to postpone and subordinate The City's security position in favour of any lender who provides financing to AHCC, outside of the existing \$10 million line of credit guaranteed by The City, from time to time, provided that such postponement and subordination shall only secure the value of the assets being financed by the lender.

A handwritten signature in black ink, appearing to be "R. Pincott".