

BYLAW NUMBER 9B2015

**BEING A BYLAW TO AUTHORIZE THE CITY OF
CALGARY TO INCUR INDEBTEDNESS UP TO
\$10 MILLION TO FINANCE A PROPERTY
ACQUISITION FOR CALGARY HOUSING
COMPANY**

WHEREAS the Council of The City of Calgary ("The City") has approved Report CHC2015-D05, Acquisition Opportunity for Calgary Housing Company;

AND WHEREAS Council has decided to pass a bylaw pursuant to Section Nos. 251 and 258 of the Municipal Government Act (R.S.A. 2000 c. M-26) to borrow the sum of \$10 million from Alberta Capital Finance Authority or other financial institutions or capital markets by the issuance of debentures to finance a property acquisition for Calgary Housing Company ("CHC") ("the Project");

AND WHEREAS the estimated lifetime of the Project is equal to, or in excess of twenty (20) years;

AND WHEREAS the amount of the long term debt of The City as at 2014 December 31 is \$3,626 million with \$529 million being tax supported debt, \$1,032 million being self-sufficient tax supported debt and \$2,065 million being self supported debt and no part of the principal or interest is in arrears;

AND WHEREAS all required approvals for the Project will be obtained to ensure the Project is in compliance with all applicable laws in force in the Province of Alberta and Canada.

**NOW, THEREFORE, THE COUNCIL OF THE CITY OF CALGARY ENACTS AS
FOLLOWS:**

1. The proper officers of The City are hereby authorized to issue debentures on behalf of The City to a maximum sum of \$10 million to finance the Project.
2. The City shall pay interest, principal, fees and deposits when due and as required on the indebtedness not exceeding twenty (20) years at an interest rate not exceeding a maximum of 8% per annum.
3. The City shall obtain funds from CHC to repay the said indebtedness under the terms of a loan agreement between The City and CHC referred to in Bylaw No. 44M2015. In the event of any revenue deficiency, The City shall levy and raise municipal taxes sufficient to pay the indebtedness.
4. The indebtedness shall be contracted on the credit and security of The City.
5. The net amount borrowed under this Bylaw shall be applied only to the Project.
6. This Bylaw comes into force on the date it is passed.

READ A FIRST TIME THIS ____ DAY OF _____, 2015.

READ A SECOND TIME THIS ____ DAY OF _____, 2015.

READ A THIRD TIME THIS ____ DAY OF _____, 2015.

MAYOR
SIGNED THIS ____ DAY OF _____, 2015.

CITY CLERK
SIGNED THIS ____ DAY OF _____, 2015.

PROPOSED