

BYLAW NUMBER 22B2014

**BEING A BYLAW TO AUTHORIZE THE CITY OF
CALGARY TO INCUR INDEBTEDNESS BY THE
ISSUANCE OF DEBENTURES IN THE TOTAL
AMOUNT OF \$16.925 MILLION FOR FINANCING
BUILDING BETTERMENTS FOR CALGARY
HOUSING COMPANY**

WHEREAS The Council of The City of Calgary ("Council") has approved the Action Plan 2015-2018;

AND WHEREAS building betterments for Calgary Housing Company ("the Project") are estimated to cost \$16.925 million;

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) ("the MGA") to borrow the sum of \$16.925 million from Alberta Capital Finance Authority ("ACFA") or other financial institutions or capital markets by the issuance of debentures to finance the Project;

AND WHEREAS the estimated lifetime of the Project financed under this Bylaw is equal to, or in excess of fifteen (15) years;

AND WHEREAS the amount of the long term debt of The City of Calgary ("The City") as at 2013 December 31 is \$3,661 million with \$571 million being tax supported debt, \$1,174 million being self-sufficient tax supported debt and \$1,916 million being self supported debt and no part of the principal or interest is in arrears;

AND WHEREAS all required approvals for the Project financed under this Bylaw will be obtained prior to construction to ensure the Project is in compliance with all laws in force in the Province of Alberta.

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

1. The City is hereby authorized to issue one or more debentures on behalf of The City to a maximum sum of \$16.925 million to finance the Project.
2. The City shall pay interest, principal, fees and deposits when due and as required on the indebtedness over a period not exceeding fifteen (15) years at a rate not exceeding the rate fixed by the lender on the date of the borrowing, up to a maximum rate of 8%.
3. The City shall charge user fees sufficient to pay the interest, principal, fees and deposits when due and as required on the indebtedness. 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 projects specified by this Bylaw.

6. This Bylaw comes into force on the date it is passed.

READ A FIRST TIME THIS 15TH DAY OF DECEMBER, 2014.

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