ENCLOSURE I

BYLAW 41 – 2019
OF STRATHCONA COUNTY
IN THE PROVINCE OF ALBERTA

This bylaw authorizes the Council of Strathcona County to incur indebtedness by the issuance of debenture(s) in the amount of $20,500,000 for the purpose of Phase 2 development of the Multi-Use Agriculture Facility.

AS:

The Strathcona County Council has decided to issue a bylaw pursuant to Section 258 of the Municipal Government Act to authorize the financing for a Municipal Infrastructure project.

Plans and specifications have been prepared and the total cost of the project is estimated to be $36,000,000. Strathcona County estimates the following contributions and reserves will be applied to the project:

<table>
<thead>
<tr>
<th>Multi-Use Agriculture Facility – Phase 2 Activities</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Municipal Sustainability Initiative</td>
<td>$ 8,500,000</td>
</tr>
<tr>
<td>Federal Gas Tax Fund</td>
<td>$ 4,000,000</td>
</tr>
<tr>
<td>Municipal Reserves</td>
<td>$ 3,000,000</td>
</tr>
<tr>
<td>Debenture</td>
<td>$ 20,500,000</td>
</tr>
<tr>
<td>Total Cost</td>
<td>$ 36,000,000</td>
</tr>
</tbody>
</table>

In order to complete the project, it will be necessary for Strathcona County to borrow the sum of $20,500,000, for a period not to exceed 25 years, from the Alberta Capital Finance Authority or another authorized financial institution, by the issuance of debentures and 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 25 years.

The principal amount of the outstanding debt of Strathcona County at December 31, 2018 is $171,804,915 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.
ENACTS:

1. That for the purpose of constructing municipal infrastructure in the sum of TWENTY MILLION FIVE HUNDRED THOUSAND ($20,500,000) be borrowed from the Alberta Capital Finance Authority or another authorized financial institution by way of debenture(s) on the credit and security of Strathcona County at large, of which amount the full sum of $20,500,000 is to be paid by Strathcona County at large.

2. The Chief Commissioner and Chief Financial Officer of Strathcona County are hereby authorized to issue debenture(s) on behalf of Strathcona County for the amount and purpose as authorized by this bylaw, namely for construction of municipal infrastructure.

3. Strathcona County will repay the indebtedness according to the repayment structure in effect, namely semi-annual or annual equal payments of combined principal and interest instalments not to exceed TWENTY FIVE (25) 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, and not to exceed EIGHT (8) percent.

4. Strathcona County will levy and raise in each year municipal taxes sufficient to pay the indebtedness.

5. The indebtedness will be contracted on the credit and security of Strathcona County.

6. The net amount borrowed under the bylaw may only be applied to the project specified by this bylaw.

7. This bylaw comes into effect after third reading and upon being signed.

READ A FIRST TIME THIS _5th_ DAY OF _December_ 2019.

READ A SECOND TIME THIS_____DAY OF ____.

READ A THIRD TIME THIS_____DAY OF ____.

________________________________________

MAYOR

________________________________________

DIRECTOR, Legislative & Legal Services

Date Signed: ____________________________

Document #: 14207663