

**BYLAW 6392  
OF THE CITY OF LETHBRIDGE  
(hereinafter referred to as “the Municipality”)  
IN THE PROVINCE OF ALBERTA**

**This bylaw authorizes the Council of the Municipality to incur indebtedness by the issuance of debenture(s) in the amount of up to \$10,000,000 for the Electric Utility – Regulated Rate Option – Funding of Deferral Amount Project.**

**WHEREAS:**

The Council of the Municipality has decided to issue a bylaw pursuant to Section 256 of the *Municipal Government Act* to authorize the financing, undertaking and completion of the **Electric Utility – Regulated Rate Option – Funding of Deferral Amount Project**.

The total cost of the project is estimated to be up to \$10,000,000 and the Municipality estimates the following grants and contributions will be applied to the project:

|                             |              |
|-----------------------------|--------------|
| Province of Alberta funding | \$10,000,000 |
| Total Cost                  | \$10,000,000 |

In order to complete the project, it will be necessary for the Municipality to borrow up to the sum of \$10,000,000, from the Province of Alberta or an authorized financial institution designated by the Province of Alberta, and on the terms and conditions referred to in this bylaw and any funding agreement entered into between the City and the Province, to be paid back by charge to the Lethbridge Electric Utility’s regulated rate option customers, to be paid back to the Province of Alberta by December 31, 2024.

The estimated lifetime of the project financed under this bylaw is approximately TWENTY FOUR (24) MONTHS, ending December 31, 2024.

The principal amount of the outstanding debt of the Municipality at December 31, 2022 is \$213,057,672.24 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:**

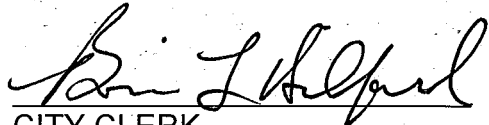
1. That for the purpose of the Electric Utility – Regulated Rate Option – Funding of Deferral Amount Project the sum of up to TEN MILLION

DOLLARS (\$10,000,000) be borrowed from the Province of Alberta or an authorized financial institution designated by the Province of Alberta, of which amount the full sum of up to TEN MILLION DOLLARS (\$10,000,000) is to be paid by charge to the Lethbridge Electric Utility's regulated rate option customers.

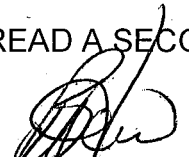
2. The proper officers of the Municipality are hereby authorized to issue debenture(s) on behalf of the Municipality for the amount and purpose as authorized by this bylaw, namely the Electric Utility – Regulated Rate Option – Funding of Deferral Amount Project.
3. The indebtedness shall be paid by charge to the Lethbridge Electric Utility's regulated rate option customers, and shall be paid by December 31, 2024. The Municipality shall repay the indebtedness between April 1, 2023 and December 31, 2024, in installments approved by the City's reviewing agency, as defined in the *Regulated Rate Option Stability Act*, not to exceed TWENTY FOUR (24) MONTHS, at a rate of ZERO (0) percent.
4. The Municipality shall charge utility fees and charges sufficient to pay the principal when due and as required on the indebtedness. In the event of any revenue deficiency, the Municipality shall levy and raise in each year municipal taxes sufficient to pay the indebtedness.
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.
7. This bylaw comes into force on the date it is passed.

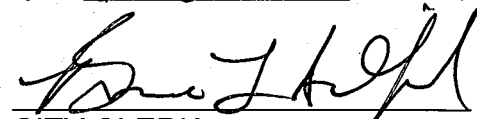
READ A FIRST TIME this 23 day of December, 2022.

  
\_\_\_\_\_  
MAYOR


  
\_\_\_\_\_  
CITY CLERK

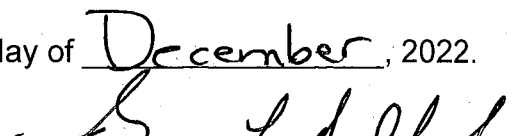
READ A SECOND TIME this 23 day of December, 2022.

  
\_\_\_\_\_  
MAYOR

  
\_\_\_\_\_  
CITY CLERK

READ A THIRD TIME this 23 day of December, 2022.

  
\_\_\_\_\_  
MAYOR

  
\_\_\_\_\_  
CITY CLERK