

**Ships Point Improvement District
Waterworks Upgrade Borrowing Bylaw No. 89**

A bylaw to borrow the maximum sum of 2.5 million dollars on the credit of Ships Point Improvement District

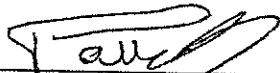
WHEREAS it is deemed desirable to undertake debt to the maximum amount of \$2.5 million (\$2,500,000 plus interest and borrowing costs) in order to upgrade the water system of the Improvement District

The Trustees of Ships Point Improvement District enact as follows:

- 1) It shall be lawful for the Improvement District to borrow the sum of \$2.5 million or any smaller amount from the Royal Bank of Canada in order to upgrade and replace the water system and to pledge the toll collecting and taxing powers of the Improvement District for the repayment of the said sum.
- 2) It shall be lawful for the Trustees to issue promissory notes, or evidence of indebtedness letters, evidencing the obligation of the Improvement District to repay the sum so borrowed and to pay interest thereon at the prime rate per annum in effect, plus no more than 1.5 % (to a maximum 4.5% in total).
- 3) The maximum term for which this sum can be borrowed is 10 years.
- 4) This bylaw may be cited as the "Waterworks Upgrade Borrowing Bylaw".

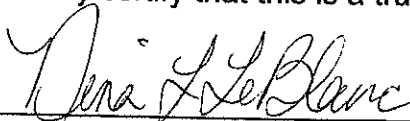
Introduced and given first reading by the Trustees on the 23rd day of October 2013.

Reconsidered and finally passed by the Trustees on the 23rd day of October 2013.



Chairperson of Trustees

I hereby certify that this is a true copy of Bylaw No 89



Administrator

A true copy of Bylaw No. 89
registered in the office of the
Inspector of Municipalities this
30th day of October 2013



Deputy Inspector of Municipalities