

THE CORPORATION OF THE CITY OF KENORA

BY-LAW NUMBER 13-2008

**A BY-LAW TO AUTHORIZE THE LIQUIDATION OF LONG TERM DEBT
OWED BY THE CITY TO THE KMTS MOBILITY FUND
AS ISSUED TO THE CITY UNDER BY-LAWS
#129-2003, #41-2006 AND #44-2006
AND AS AMENDED THROUGH BY-LAW #62-2004**

WHEREAS the Council of the Corporation of the City of Kenora, pursuant to Section 401(1) of the Municipal Act, S.O. 2001 has previously issued debt to the KMTS Mobility Fund through By-laws #129-2003, #41-2006 and #44-2006 and further amended a portion of that debt through By-law #62-2004; and

WHEREAS the City has divested itself of its holdings in the KMTS Entities and related operations; and

WHEREAS the debt investments held by KMTS Mobility were excluded assets for the purposes of the sale of the KMTS Entities; and

WHEREAS it is now convenient to merge certain assets of KMTS Mobility with the City of Kenora's assets for accounting purposes; and

NOW THEREFORE the Council of the Corporation of the City of Kenora enacts as follows:

1. The outstanding balance of the long term debt as issued under By-law #129-2003, as amended through By-law #62-2004, in the amount of \$5,147,083.31 be liquidated, including any interest accumulated thereon, as of 31 December 2007, immediately following the required payment of principal and interest on that debt in accordance with By-law #62-2004.
2. The outstanding balance of the long term debt as issued under By-law #41-2006 in the amount of \$8,381,347.33 be liquidated, including any interest accumulated thereon, as of 31 December 2007, immediately following the required payment of principal and interest on that debt in accordance with that By-law.
3. The outstanding balance of the long term debt as issued under By-law #44-2006 in the amount of \$1,817,070.79 be liquidated, including any interest accumulated thereon, as of 31 December 2007, immediately following the required payment of principal and interest on that debt in accordance with that By-law.
4. The Treasurer be authorized to make the necessary adjustments in the City's financial records to record the liquidation of the debt as authorized within this By-law.
5. By-laws #129-2003, #62-2004, #41-2006 and #44-2006 be hereby revoked.
6. THAT this By-law shall become law and take effect as of the 31st day of December, 2007.

By-law read a First & Second Time this 19th day of February, 2008.

By-law read a Third & Final Time this 19th day of February, 2008.

THE CORPORATION OF THE CITY OF KENORA:

.....L. P. Compton, MAYOR

.....J. L. McMillin, CLERK