



October 4th, 2017

Topic: Loan Issue No. 142 – Fall 2017

On October 4th, 2017, the Municipal Finance Authority of BC will fund loan issue No. 142 to participating members. The re-lending rates have been set at:

- 2.80% for 5 year borrowers,
- 3.15% for 10 year borrowers, and
- 3.15% for the 1st ten years on loans with terms of 15, 20, 25, & 30 years*

The net proceeds reflect 99% of the gross loan request with 1% withheld for Debt Reserve Fund purposes. The 1% contribution will be refunded, with interest, upon full repayment of your loan obligation.

Invoicing for Issue 142 will occur every 6-months on the anniversary date of the loan proceeds with the first invoicing of interest on April 4th, 2018 and the first invoicing of principal on October 4th, 2018.

The sinking fund factor (or actuarial earnings factor) has been set at **3.00%** for this issue and as such principal repayments reflect this discount rate. Amortization schedules will be available on-line via your secure login by October 5th, 2017.

The first opportunity for early loan repayment is on October 4th, 2027. Please contact us if contemplating any early loan repayment.

Details of this issue (lending rates, early loan repayments dates, actuarial rates etc...) can also be found on the website in the Status of Loans document at <http://mfa.bc.ca/resources/tools>.

** On October 4th, 2027, the 15, 20, 25, & 30 year borrowers will require refinancing. That refinancing will likely cover the 5-year period from Oct 4th, 2027 to Oct 4th, 2032 and these participants will receive a new lending rate representative the 5-year interest rate in affect at that time.*