

July 31, 2013

Elk Point/St. Paul Regional Water Commission
Box 448
Elk Point, AB
T0A 1A0

Dear Mr. Goyan

Re: Payment of Debenture

This will advise that the County of St. Paul has budgeted according to the Elk Point/St. Paul Regional Water Commission's Business Plan whereby the County is responsible to provide an annual payment to the Commission equal to 20% of the amount of debenture taken out to pay for the unfunded portion of the transmission line. Therefore the County supports the Commission to proceed with borrowing for the unfunded portion of the transmission line.

Please let me know if you have any questions or concerns.

Sincerely,

Sheila Kitz, CLGM
Chief Administrative Officer