

# **BYLAW NO. 823**

## **OF THE TOWN OF KILLAM**

(hereinafter referred to as “the Municipality”)

## **IN THE PROVINCE OF ALBERTA**

**The purpose of this Bylaw is to authorize the Council of the Municipality to guarantee the repayment of a loan from ATB Financial to the Killam & District Agricultural Society for 2014 Improvements to the Killam Agriplex and Killam Memorial Arena facilities.**

### **WHEREAS:**

The Council of the Municipality has decided to issue a by-law pursuant to Section 266 of the *Municipal Government Act* to authorize the municipality to guarantee the repayment of a loan between the ATB Financial and the Killam & District Agricultural Society, and;

The Killam & District Agricultural Society is a non-profit organization, and;

The Killam Town Council considers the purpose of the loan being guaranteed will be used for a purpose that will benefit the municipality, and;

That the loan being guaranteed will not cause the municipality to exceed its debt limit, and;

Plans and specifications have been prepared and the total cost of the project is estimated to be \$ 149,500.00, and ;

In order to complete the project it will be necessary for the Killam & District Agricultural Society to borrow the sum of \$130,000, for a period of 10 years, from ATB Financial on the terms and conditions referred to in this bylaw.

The estimated lifetime of the project financed under this by-law is equal to, or in excess of 10 years.

**NOW, THEREFORE, THE COUNCIL OF THE MUNICIPALITY DULY ASSEMBLED, enacts as follows and pursuant to the provisions of the Municipal Government Act, Statues of Alberta, the Council of the municipality authorizes the loan guarantee as follows:**

1. That the Town of Killam guarantee the repayment of a loan from ATB Financial to the Killam & District Agricultural Society in the amount of one hundred and thirty thousand dollars (\$130,000) for the purpose of refurbishing the roof of the arena, installing proper eaves troughs and down spouts,

- landscaping/cement/weeping tile for proper drainage between the 2 buildings, foundation repair to the south west corner of the building, repair/replace existing roof over arena lobby and painting the exterior of the facilities.
3. That the annual rate of interest on the guaranteed loan will not exceed prime plus 1% with a variable open rate for a term not to exceed 10 years with an annual, yearly repayment structure.
  4. That the source of revenue used to repay the principle and interest owing under the guaranteed loan will come from the Killam & District Agricultural Society operations budget and fundraising.
  5. The net amount borrowed under the by-law shall be applied only to the project specified by this by-law.
  6. This by-law comes into force on the date it is passed.

READ A FIRST TIME THIS 13<sup>th</sup> DAY OF February, 2014.

READ A SECOND TIME THIS 11<sup>th</sup> DAY OF March, 2014.

READ A THIRD TIME THIS 11<sup>th</sup> DAY OF March, 2014.

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(CHIEF ELECTED OFFICIAL)

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(CHIEF ADMINISTRATIVE OFFICER)

SEAL