



BYLAW NO 1833

LOAN GUARANTEE TO TOWN OF TROCHU

A BYLAW OF KNEEHILL COUNTY, IN THE PROVINCE OF ALBERTA, TO AUTHORIZE THE GUARANTEE OF A LOAN BY THE TOWN OF TROCHU

WHEREAS Section 266 of the Municipal Government Act, R.S.A. 2000, Chapter M-26 and amendments thereto, provides that a Council may issue a Bylaw that authorizes the County to guarantee a loan;

WHEREAS the Council of Kneehill County has determined that supporting the development of the Trochu Seniors Supportive Living Facility Project in the Town of Trochu (the "Project") is beneficial to the municipality;

WHEREAS, to support the development of the Project, the Town of Trochu proposes to borrow up to \$20,000,000.00, and has asked Kneehill County to guarantee repayment of such loan;

WHEREAS in compliance with Section 268 of the Municipal Government Act the amount of the proposed loan guarantee does not cause Kneehill County to exceed its debt limit, and the County is prepared to provide such guarantee, subject to the terms and conditions set out herein; and

NOW THEREFORE the council of Kneehill County, duly assembled enacts, as follows:

1. The Municipal Council of Kneehill County is hereby empowered and authorized to provide a loan guarantee for the Town of Trochu in the amount not to exceed TWENTY MILLION (\$20,000,000.00) DOLLARS, based on a loan with an interest rate not to exceed 4.0%, to be repaid in full by The Town of Trochu.
2. The County will utilize cash reserves or funds raised through taxation to honor the payments of the loan should the Town of Trochu become unable to meet the terms of the loan.
3. Provision of the guarantee authorized by this Bylaw shall be conditional upon the Town of Trochu entering into an agreement to the satisfaction of Kneehill County.

This bylaw shall come into force and have effect on the date of third and final reading.

READ a first time on this 9th day of March, 2021.

READ a second time on this Xth day of X, 2021.

READ a third time and final time of this Xth day of X, 2021.

Chief Administrative Officer

Mike Haugen

Reeve

Jerry Wittstock