

**TOWNSHIP OF RIDEAU LAKES  
REGULAR COUNCIL MEETING**

**December 4, 2017**

**6:00 P.M.**

**Municipal Office in Chantry**

**ADDITIONS TO AGENDA**

**UNDER 9. – BY-LAWS**

- 9.4:** Replace pages 112 and 113 – By-Law Number 2017-70: Enter into a Loan Agreement with Lower Beverley Lake Park Board

**UNDER 11. – NEW BUSINESS**

- 11.1A** January 2<sup>nd</sup> Meeting

**BY-LAW #2017-70****THE CORPORATION OF THE TOWNSHIP OF RIDEAU LAKES**

**BEING** a By-Law to enter into a loan agreement with the Lower Beverley Lake Park Board.

**WHEREAS** this agreement has been reviewed by the Lower Beverley Lake Park Board and are in agreement with contents and same;

**NOW THEREFORE** the Council of The Corporation of the Township of Rideau Lakes enacts as follows:

1. The Mayor and Clerk of The Corporation of The Township of Rideau Lakes be and are hereby authorized to execute the necessary documents to enter into a Loan Agreement with the Lower Beverley Lake Park Board, as attached hereto as Schedule 'A';
2. The amount to be borrowed shall be \$64,000;
3. The interest rate shall be 2.59% per annum, however should the interest rate payable on the Parkland Reserve exceed 2.59% over the 5 years of the loan agreement, the interest rate shall be amended to a rate ½ % higher than the interest rate earned on the Parkland Reserve;
4. The interest term of the loan shall be 5 years and the amortization shall be 5 years;
5. The Loan payments shall commence on January 5, 2018 and shall be made as per the payment schedule as attached hereto as Schedule 'B';
6. The Lower Beverley Lake Park Board may pay back the loan sooner than 5 years, if possible, with no penalty;
7. Any previous By-Laws, Resolutions, Motions or Actions that are in contravention of this By-Law are hereby repealed.

Read a first and second time this 4<sup>th</sup> day of December, 2017.

\_\_\_\_\_  
Ronald E. Holman  
Mayor

\_\_\_\_\_  
Mary Ellen Truelove  
Clerk

Read a third time and finally passed this \_\_\_\_ day of \_\_\_\_\_, 2017.

\_\_\_\_\_  
Ronald E. Holman  
Mayor

\_\_\_\_\_  
Mary Ellen Truelove  
Clerk

## Schedule 'A'

## LOAN AGREEMENT

**THIS AGREEMENT**, made in duplicate this 4<sup>th</sup> day of December, 2017.

**BETWEEN:**

THE CORPORATION OF THE TOWNSHIP OF RIDEAU LAKES  
 (hereinafter referred to in this Agreement as "the Township"  
 and  
 THE LOWER BEVERLEY LAKE PARK BOARD  
 (hereinafter referred to as "the Board")

**WHEREAS** the Board has approached the Township for a loan of \$64,000 to eliminate a deficit as required under the *Municipal Act*, Para. 290 (4) (c);

**AND WHEREAS** the Township deems it desirable to assist the Board by providing funding from the Parkland Reserve fund at a rate lower than the Board could obtain through a financial institution that would fully recover the interest foregone on the reserve fund in accordance with the *Planning Act*, R.S.O. 1991, Chapter 13, Para. 16;

**AND FURTHER WHEREAS** the Township and the Board deems it desirable to enter into an Agreement;

**NOW THEREFORE**, in consideration of the mutual benefits contained in the agreement, the Township and the Board agree with one another to the terms and conditions as set out below:

**TERMS**

1. The Township shall lend the Board \$64,000 for the purpose noted here:
  - a. To eliminate the prior years running deficit for the Board;
2. That the interest rate on the loan shall be 2.59% for the duration of the loan, unless interest rate earned on the Parkland Reserve Fund goes above 2.59%. At that time, the interest rate on this loan shall be raised to ½% higher than the interest rate earned on the Parkland Reserve Fund;
3. That the amortization period of this loan is 5 years or 60 months, commencing December 5, 2017, with the first payment on January 5, 2018; ending 60 months later on December 5, 2022;
4. Monthly payments to be made on the 5<sup>th</sup> of each month in the amount of \$1,138.37 at which time funds are to be transferred from the Board bank account to the Townships bank account;
5. All payments received, including principle and interest, shall be transferred upon receipt to the Parkland Reserve Fund;

6. This Agreement shall be amended, as required if interest rates on the Parkland Reserve Fund rise to 2.59% or higher;
7. This Agreement may be amended upon mutual consent of both parties;
8. The attached Loan Summary identifies the payment schedule for this loan;
9. In the event that loan payments are not made the Township will charge interest on the overdue portion of the loan at a rate similar to that charge by the RBC for Township loans, plus 1%;
10. The Lower Beverley Lake Park Board, if possible, may wish to pay back the loan sooner than 5 years;
11. The Agreement constitutes the entire Agreement between the parties hereto with respect to the subject matter hereof and its execution has not been induced by, nor do any of the parties hereto rely upon or regard as material, any representation with oral or written, not incorporated herein and made a part thereof;
12. This Agreement shall come into force and take effect on the passing thereof and shall remain so in force until replaced by a new Agreement or until completed.

**IN WITNESS WHEREOF** the Mayor and Clerk of the Township of Rideau Lakes set their hands and the Seal of the Corporation.

THE CORPORATION OF THE TOWNSHIP OF RIDEAU LAKES

\_\_\_\_\_  
Ronald Holman  
Mayor

\_\_\_\_\_  
Mary Ellen Truelove  
Clerk

IN WITNESS WHEREOF the Chair and Treasurer of the Lower Beverley Lake Park Board set their hands.

\_\_\_\_\_  
Cathy Livingston  
Chair, LBLPB

\_\_\_\_\_  
Dave Schur,  
Treasurer, LBLPB