

TOWN OF DAYSLAND

BYLAW No. 2010-488

A GUARANTEE BYLAW

OF THE TOWN OF DAYSLAND, IN THE PROVINCE OF ALBERTA

(hereinafter referred to as "the Municipality")

THE PURPOSE OF THIS BYLAW IS TO AUTHORIZE THE COUNCIL OF THE MUNICIPALITY TO APPROVE THE CONSOLIDATION OF EXISTING GOLF COURSE DEBT AND TO GUARANTEE THE REPAYMENT OF A LOAN FROM ATB FINANCIAL TO THE DAYSLAND GOLF CLUB FOR IMPROVEMENTS.

WHEREAS:

The Daysland Golf Club is a non-profit organization, and;

The Daysland 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;

NOW THEREFORE, pursuant to the provisions of the Municipal Government Act, Statutes of Alberta, the Council of the municipality authorizes the loan guarantee as follows:

1. That the Town of Daysland approve the consolidation of existing debt and guarantee the repayment of a loan from the ATB Financial to the Daysland Golf Club in the amount of eighty-thousand-dollars (\$80,000) for the purpose of improving the golf course to construct a new water hole.
2. That the annual rate of interest on the guaranteed loan will not exceed prime plus 2% with a variable open rate for a term not to exceed 10 years with a monthly repayment structure.
3. That the source of revenue used to repay the principle and interest owing under the guaranteed loan will come from the Daysland Golf Club general operating revenue and fundraising.
4. That this Bylaw comes into force and effect on the day of final passing hereof.

READ A FIRST TIME THIS 19th DAY OF MAY 2010.

READ A SECOND TIME THIS 19th DAY OF MAY 2010.

AND WITH UNANIMOUS CONSENT OF COUNCIL,

READ A THIRD TIME, AND FINALLY PASSED THIS 19th DAY OF MAY 2010.



Mayor



Chief Administrative Officer