

**PUBLIC NOTICE TO ELECTORS OF THE
M.D. OF BONNYVILLE, PROVINCE OF ALBERTA**

SECTION 266 - THE MUNICIPAL GOVERNMENT ACT

TAKE NOTICE that the Council of the M.D. of Bonnyville No. 87, in the Province of Alberta, has given first reading to **Overdraft Loan Guarantee Bylaw No. 1394** which will, upon final passage and approval, authorize the proper officers of the said M.D. of Bonnyville No. 87 to guarantee an overdraft loan from the Lakeland Credit Union to the Bonnyville and District Leisure Facilities Corporation, for the purposes of supporting business operating expenditures of the Bonnyville Centennial Centre;

The net amount to be guaranteed from the general revenues, reserves and/or surplus of the municipality by way of the **Overdraft Loan Guarantee Bylaw No. 1394** is not to exceed the sum of **\$500,000.00**. The authorized overdraft loan to be repayable to the Lakeland Credit Union in monthly instalments of interest, the annual interest not to exceed prime rate or ten percent (10.00%), as fixed from time to time by the Lakeland Credit Union;

TAKE FURTHER NOTICE that the Council of the M.D. of Bonnyville No. 87, in the Province of Alberta, has also given first reading to **Loan Guarantee By-law No. 1393** which will, upon final passage and approval, authorize the proper officers of the said M.D. of Bonnyville No. 87 to guarantee a loan from the Lakeland Credit Union to the Bonnyville and District Leisure Facilities Corporation, for the purpose of purchasing equipment for food (kitchen) services of the Centennial Centre;

The net amount to be guaranteed from the general revenues, reserves and/or surplus of the municipality by way of the **Loan Guarantee Bylaw No. 1393** is not to exceed the sum of **\$425,000.00**. The loan to be repayable to the Lakeland Credit Union over a period not exceeding ten (10) years with equal payments made at least annually and at an interest rate not to exceed ten percent (10.00%) per annum, as fixed from time to time by the Lakeland Credit Union;

NOW THEREFORE NOTICE is hereby given by the Council of the M.D. of Bonnyville No. 87 that, unless a petition of the electors for a vote on **Bylaw No. 1394** or **Bylaw 1393** is demanded, as provided for by the terms of Section 231 of the *Municipal Government Act*, the said Council may pass the said loan guarantee bylaws. The deadline for receipt of petitions is July 2, 2008. All persons interested are hereby notified and they are required to govern themselves accordingly.

DATED at the Town of Bonnyville, in the Province of Alberta, this 4th day of June, 2008.

Gordon Fullerton

Acting Chief Administrative Officer

M.D. of Bonnyville No. 87

Ratepayers can learn more about petitions by visiting the following link:

http://municipalaffairs.gov.ab.ca/am_petition_information_for_electors.cfm

BYLAW NO. 1393

BEING A BYLAW OF THE MUNICIPAL DISTRICT OF BONNYVILLE NO. 87 (HEREINAFTER REFERRED TO AS "THE MUNICIPALITY") IN THE PROVINCE OF ALBERTA TO AUTHORIZE THE COUNCIL OF THE MUNICIPALITY TO GUARANTEE THE REPAYMENT OF A LOAN TO THE BONNYVILLE AND DISTRICT LEISURE FACILITY CORPORATION FOR THE PURCHASE OF EQUIPMENT FOR THE KITCHEN IN THE BONNYVILLE CENTENNIAL CENTRE.

WHEREAS:

Section 266 of the *Municipal Government Act* provides that a municipality may, by bylaw, guarantee the repayment of a loan to a non-profit organization;

The Bonnyville and District Leisure Facility Corporation, a non-profit organization registered in the Province of Alberta, proposes to purchase equipment for the kitchen in the Bonnyville Centennial Centre, for the benefit of the residents of the Municipality;

The estimated cost of the kitchen equipment is \$425,000 and the Bonnyville and District Leisure Facility Corporation proposes to borrow these funds from the Lakeland Credit Union and repay the loan over a maximum period of ten (10) years, with interest not exceeding 10.0%; and

The Lakeland Credit Union is requesting that the Municipality guarantee the repayment of the loan to the Bonnyville and District Leisure Facility Corporation;

NOW THEREFORE, THE COUNCIL OF THE MUNICIPALITY DULY ASSEMBLED ENACTS AS FOLLOWS:

1. That the Municipality hereby agrees to guarantee repayment of the loan from the Lakeland Credit Union to the Bonnyville and District Leisure Facility Corporation for the purchase of equipment for the kitchen in the Bonnyville and District Centennial Centre;
2. That the loan guaranteed under this bylaw shall not exceed the sum of FOUR HUNDRED AND TWENTY-FIVE THOUSAND DOLLARS (\$425,000);
3. That the terms of the loan guaranteed under this bylaw shall require that the loan be repayable over a period not exceeding ten (10) years with equal payments made at least annually and at an interest rate not exceeding 10% per annum; and
4. That any loan principal and interest required to be paid by the Municipality shall be funded from the reserves and/or surplus of the Municipality.
5. This bylaw comes into force on the date it is passed.

READ A THIRD TIME IN COUNCIL THIS DAY OF _____, 2008.

REEVE

CHIEF ADMINISTRATIVE OFFICER

READ A SECOND TIME IN COUNCIL THIS DAY OF _____, 2008.

REEVE

CHIEF ADMINISTRATIVE OFFICER

READ A THIRD TIME IN COUNCIL THIS DAY OF _____, 2008.

REEVE

CHIEF ADMINISTRATIVE OFFICER

BYLAW NO. 1394

BEING A BYLAW OF THE MUNICIPAL DISTRICT OF BONNYVILLE NO. 87 (hereinafter referred to as "the Municipality") IN THE PROVINCE OF ALBERTA TO GUARANTEE THE OVERDRAFT PROTECTION AGREEMENT OF A LOAN TO THE BONNYVILLE AND DISTRICT LEISURE FACILITY CORPORATION FOR THE PURPOSES OF SUPPORTING BUSINESS OPERATING EXPENSES.

WHEREAS:

Section 266 of the *Municipal Government Act* provides that a municipality may, by bylaw, guarantee the repayment of a loan to a non-profit organization;

The Bonnyville and District Leisure Facility Corporation, a non-profit organization registered in the Province of Alberta, proposes to enter into an agreement with the Lakeland Credit Union to increase their authorized overdraft from \$200,000.00 to \$500,000.00 for the purposes of supporting business operating expenses, for the benefit of the residents of the Municipality;

The amount of the overdraft loan is a maximum of \$500,000.00 and the Bonnyville and District Leisure Facility Corporation proposes to borrow these funds from the Lakeland Credit Union. The interest on the loan must be paid monthly, interest to be calculated at the Lakeland Credit Union's prime lending rate, with interest not to exceed 10.00%. The principle amount of the loan must be repaid upon demand by the Lakeland Credit Union. The overdraft loan and interest are to be repaid from receipts of working capital assets; and

The Lakeland Credit Union is requesting that the Municipality guarantee the repayment of the loan to the Bonnyville and District Leisure Facility Corporation;

NOW THEREFORE, THE COUNCIL OF THE MUNICIPALITY DULY ASSEMBLED ENACTS AS FOLLOWS:

1. That the Municipality hereby agrees to guarantee repayment of the authorized overdraft loan from the Lakeland Credit Union to the Bonnyville and District Leisure Facility Corporation for the purposes of supporting business operating expenses;
2. That the authorized overdraft loan guaranteed under this bylaw shall not exceed the sum of FIVE HUNDRED THOUSAND DOLLARS (\$500,000.00);
3. That the terms of the loan guaranteed under this bylaw shall require that the authorized overdraft loan principle shall be repayable upon demand by the Lakeland Credit Union and that interest shall be paid monthly at the lender's prime lending rate, not to exceed 10%. The principle and interest to be repaid from receipts of working capital assets; and
4. That any authorized overdraft loan principal and interest required to be paid by the Municipality shall be funded from the general revenues, reserves and/or surplus of the Municipality.
5. This by-law shall take effect on the date of the third and final reading.

READ A THIRD TIME IN COUNCIL THIS DAY OF _____, 2008.

REEVE

CHIEF ADMINISTRATIVE OFFICER

READ A SECOND TIME IN COUNCIL THIS DAY OF _____, 2008.

REEVE

CHIEF ADMINISTRATIVE OFFICER

READ A THIRD TIME IN COUNCIL THIS DAY OF _____, 2008.

REEVE

CHIEF ADMINISTRATIVE OFFICER