

**TOWN OF REDCLIFF
BYLAW NO. 1879/2019**

A BYLAW OF THE TOWN OF REDCLIFF FOR THE PURPOSE OF AUTHORIZING THE LOAN OF FUNDS TO THE REDCLIFF CYPRESS REGIONAL WASTE MANAGEMENT AUTHORITY, A NON-PROFIT ORGANIZATION.

WHEREAS the Municipal Government Act Chapter M-26, R.S.A. 2000, provides that a municipal council, by bylaw, may authorize the lending of money to a non-profit organization.

AND WHEREAS the Redcliff Cypress Regional Waste Management Authority requests a loan to partially fund their Landfill Facility Upgrade Project including the Public Drop-off, Operations Building, and Storage Dome Design.

AND WHEREAS the Town of Redcliff Council supports the loaning of funds to the Redcliff Cypress Regional Waste Management Authority for their Landfill Facility Upgrade Project at the Redcliff Cypress Regional Landfill.

NOW THEREFORE, THE MUNICIPAL COUNCIL OF THE TOWN OF REDCLIFF, IN THE PROVINCE OF ALBERTA, DULY ASSEMBLED ENACTS AS FOLLOWS:

1. This Bylaw shall be known as the "Redcliff Cypress Regional Waste Management Authority Facility Upgrade Project Loan Bylaw".
2. That effective upon passage of this Bylaw, the Council of the Town of Redcliff hereby agree to loan the maximum sum of \$1,000,000.00 to the Redcliff Cypress Regional Waste Management Authority for the purpose of upgrading their facilities at the Redcliff Cypress Regional Landfill conditional to the Town of Redcliff, Cypress County and the Redcliff Cypress Regional Waste Management Authority signing a letter of understanding in a form similar to that of Schedule "A" attached hereto.
3. The rate of interest shall be 2.913%. The term of the loan is ten (10) years with twenty (20) equal payments including principle plus interest due annually on the 1st day of April and 1st day of October of each year beginning October 1, 2019. The rate of interest, the term and the terms of repayment of the loan are outlined on the attached Schedule "B".
4. The source of funds shall be from the Accumulated Surplus.
5. This loan application was advertised in February 5th, 2019 and February 12th, 2019 editions of the Cypress Courier.

Read a first time this 28th day of January 2019.

Read a second time this _____ day of _____ 2019.

Read a third time this _____ day of _____ 2019.

Signed and passed time this _____ day of _____, 2019.

MAYOR

MANAGER OF LEGISLATIVE AND LAND SERVICES

Schedule A

January 23, 2019

Town of Redcliff
P.O. Box 40
Redcliff, Alberta
TOJ 2PO

Cypress County
816 - 2nd Avenue
Dunmore, Alberta
TOJ IAO

Attention: Arlos Crofts

Attention: Tarolyn Aaserud

RE: REDCLIFF CYPRESS REGIONAL WASTE MANAGEMENT AUTHORITY
LETTER OF UNDERSTANDING REGARDING PROPOSED FINANCIAL ASSISTANCE

The purpose of this letter agreement (to be endorsed by the Town of Redcliff and Cypress County and the Redcliff Cypress Regional Waste Management Authority) is to identify and document the parties' understanding regarding the proposed financial assistance to the Redcliff Cypress Regional Waste Management Authority.

The circumstances giving rise to the agreement and the terms of the financial assistance to Redcliff Cypress Regional Waste Management Authority are as follows:

- a) The Redcliff Cypress Regional Waste Management Authority is a joint venture between the Town of Redcliff and Cypress County.
- b) The Redcliff Cypress Regional Waste Management Authority intends to upgrade their facilities at the Redcliff Cypress Regional Landfill.
- c) The cost of the facility upgrades is \$3,700,000.00, based upon the estimates by Dillon Consulting, pending this financing agreement (the "Redcliff Cypress Regional Waste Management Authority Facility Upgrade" project).
- d) The Redcliff Cypress Regional Waste Management Authority intends to contribute \$3,700,000.00 to the Facility Upgrade project.
- e) The Town of Redcliff and Cypress County agree to lend to the Redcliff Cypress Regional Waste Management Authority a sum sufficient to cover the balance of the cost to complete the Redcliff Cypress Regional Waste Management Authority Facility Upgrade Project (the "loan" or "loan agreement").
- f) The Town of Redcliff and Cypress County agree to make equal contributions to the Redcliff Cypress Regional Waste Management Authority in relation to the loan in the amount of \$1,000,000.00 each.
- g) The loan shall be repaid to the Town of Redcliff and Cypress County, proportionate to their interests, by the Redcliff Cypress Regional Waste Management Authority as follows:

- i) Interest shall be 2.913%, the rate of interest set by the Alberta Capital Finance Authority (ACFA), as published on their website (www.acfa.gov.ab.ca) as at January 16th, 2019.
- ii) The term of the loan is ten (10) years with twenty (20) equal payments including principle plus interest. Interest and principal payments on the loan amount shall be \$57,996.27 to each of the Town of Redcliff and Cypress County due semi-annually on the 1st day of April and 1st of October of each year beginning October 1, 2019.
- iii) The Town of Redcliff as the operator of the Redcliff Cypress Regional Waste Management Authority shall manage and account for the loan and its re-payment.
- iv) Redcliff Cypress Regional Waste Management Authority may at any time prepay the Principal Sum hereunder, in whole or in part, without any notice or penalty and upon any partial prepayment, the payment schedule hereunder shall be adjusted to reduce the number of payment dates.

The parties confirm all the foregoing.

Town of Redcliff
Per: Arlos Crofts – Municipal Manager

Cypress County
Per: Tarolyn. Aaserud - Chief Administrative Officer

Redcliff Cypress Regional Waste Management Authority
Per: Cathy Crozier – Authority Chairman

Schedule B

Terms of the Loan Agreement Dated
 _____, 2019
 Granted to Redcliff Cypress Regional Waste Management Authority
 by the Town of Redcliff

Summary

Principal borrowed: \$1,000,000.00

Regular Payment amount: \$57,996.27

Total Repaid: \$1,159,925.40

Total Interest Paid: \$159,925.40

Annual Payments: 2

Total Payments: 20 (10 years)

Annual interest rate: 2.913%

Periodic interest rate: 1 .4565%

Payment #	Payment	Principal	Interest	Balance
1	\$57,996.27	\$43,431.27	\$14,565.00	\$956,568.73
2	\$57,996.27	\$44,063.85	\$13,932.42	\$912,504.88
3	\$57,996.27	\$44,705.64	\$13,290.63	\$867,799.24
4	\$57,996.27	\$45,356.77	\$12,639.50	\$822,442.47
5	\$57,996.27	\$46,017.40	\$11,978.87	\$776,425.07
6	\$57,996.27	\$46,687.64	\$11,308.63	\$729,737.43
7	\$57,996.27	\$47,367.64	\$10,628.63	\$682,369.79
8	\$57,996.27	\$48,057.55	\$9,938.72	\$634,312.24
9	\$57,996.27	\$48,757.51	\$9,238.76	\$585,554.73
10	\$57,996.27	\$49,467.67	\$8,528.60	\$536,087.06
11	\$57,996.27	\$50,188.16	\$7,808.11	\$485,898.90
12	\$57,996.27	\$50,919.15	\$7,077.12	\$434,979.75
13	\$57,996.27	\$51,660.79	\$6,335.48	\$383,318.96
14	\$57,996.27	\$52,413.23	\$5,583.04	\$330,905.73
15	\$57,996.27	\$53,176.63	\$4,819.64	\$277,729.10
16	\$57,996.27	\$53,951.15	\$4,045.12	\$223,777.95
17	\$57,996.27	\$54,736.94	\$3,259.33	\$169,041.01
18	\$57,996.27	\$55,534.19	\$2,462.08	\$113,506.82
19	\$57,996.27	\$56,343.04	\$1,653.23	\$57,163.78
20	\$57,996.27	\$57,163.78	\$832.49	\$0.00
Totals:	\$1,159,925.40	\$1,000,000.00	\$159,925.40	