

TOWN OF EATONIA

BYLAW NO. 6/18

A BYLAW TO PROVIDE FOR GUARANTEEING A DEBT

Pursuant to Section 183 of *The Municipalities Act*, the Council of the Town of Eatonia, enacts as follows.

WHEREAS the Council of the Town of Eatonia has been requested by the Eatonia Community Service Co-operative to guarantee a loan issued by the Prairie Centre Credit Union to the Co-operative for repairs to the roof and zamboni room at the Eatonia Memorial Arena, a building owned by the Town.

WHEREAS as per Section 152 of *The Municipalities Act*, the Eatonia Community Service Co-operative is a co-operative established pursuant to a law of Saskatchewan.

WHEREAS the Council of the Town of Eatonia considers the purpose of the loan being guaranteed will be in the best interest of the Town and its residents.

WHEREAS the guarantee of this debt does not cause the Town of Eatonia to exceed its debt limit; Saskatchewan Municipal Board approval is not required.

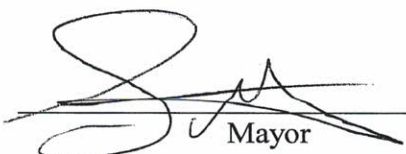
NOW THEREFORE the Council of the Town of Eatonia, in the Province of Saskatchewan, enacts as follows:

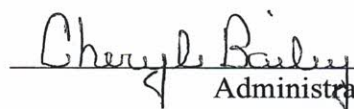
- 1) That, the Town of Eatonia guarantees a loan of \$300,046.08 plus applicable interest issued by the Prairie Centre Credit Union to the Eatonia Community Service Co-operative for a 3 year term.
- 2) The funds borrowed will be used for repairs to the arena roof and zamboni room at the Eatonia Memorial Arena.
- 3) The amount of said debt shall be payable in a 3 year term over the years 2019 to 2021 inclusive at a interest rate calculated at Prime plus 1.4% with interest compounded annually and semi-annual payments of \$54,382.31 being made.
- 4) The source of revenue to repay the principle and interest owing under the guaranteed loan will come from screenings, fundraising and donations paid to the Eatonia Community Service Co-operative.
- 5) Should the Town of Eatonia be required to pay the principal and interest owing under the loan, the town will refinance the loan to make the payments.
- 6) This bylaw comes into force on the date it is passed.

READ a first time this 5th day of July, 2018.

READ a second time this 5th day of July, 2018.

READ a third time this 5th day of July, 2018.


Mayor


Administrator

