

Village of Chase

Loan Authorization Bylaw No. 701 2007

A bylaw to authorize borrowing for the purpose of guaranteeing repayment of debt incurred by the Chase and District Recreation Centre Society for the purchase of Sunshore Golf Course

WHEREAS the Village of Chase intends to enter into an agreement having a maximum term of up to 20 years with the Chase and District Recreation Centre Society to guarantee repayment of a borrowing by the Chase and District Recreation Centre Society to purchase all such land and real property of the Sunshore Golf Course located at Lot A, Land District 25 Plan KAP82245.

AND WHEREAS the maximum amount of the guarantee is the sum of Five Hundred and Fifty Thousand Dollars, (\$550,000) which is the amount of debt created by this bylaw.

AND WHEREAS approval of the electors, by way of alternative approval process pursuant to Section 86 of the Community Charter will be obtained prior to adoption of this Bylaw.

NOW THEREFORE, the Council of the Village of Chase, in open meeting assembled, enacts as follows:

- 1) The Council is hereby authorized to borrow upon the credit of the Village of Chase a sum not exceeding Five Hundred and Fifty Thousand Dollars, (\$550,000) for the purpose of guaranteeing the repayment of the borrowing by the Chase and District Recreation Centre Society in respect to acquiring all such land and real property of the Sunshore Golf Course.
2) The maximum term of a debt for which this loan guarantee may be authorized is 20 years.
3) This bylaw may be cited for all purposes as the " Sunshore Golf Course Loan Guarantee Bylaw No 701 2007"

READ A FIRST TIME THIS 27 day of November, 2007.

READ A SECOND TIME THIS 27 day of November, 2007

READ A THIRD TIME THIS 27 day of November, 2007.

RECEIVED the approval of the Inspector of Municipalities this 18th day of MARCH, 2008

RECEIVED approval of the electors by way of the Alternative Approval Process on the 12th day of MAY, 2008

RECEIVED approval of the electors by way of the Alternative approval Process on the RECONSIDERED AND ADOPTED this 13th day of MAY, 2008

Mayor [Signature]

Corporate Administrator [Signature]

Certified a true copy of Bylaw No. 701 2007 at third reading on November 27, 2007

Municipal Clerk [Signature]

THIS AGREEMENT made the 8th day of Feb, 2008.

BETWEEN:

VILLAGE OF CHASE, PO Box 440,
Chase, BC V0E 1M0

(hereinafter called the "Village")

OF THE FIRST PART

AND:

**CHASE AND DISTRICT RECREATION CENTRE
SOCIETY**, Inc. No. S-0029734, having its registered offices at
300, 125 Fourth Avenue, Kamloops, BC V2C 3N3

(hereinafter called the "Society")

OF THE SECOND PART

WHEREAS:

- A. The Society has made arrangements to borrow the sum of five hundred and fifty thousand dollars (\$550,000) (the "Loan") from Interior Savings Credit Union (the "Lender") partly on the security of a first Mortgage charge against lands and premises in the Village of Chase, more particularly known and described as:

Parcel Identifier: 026-854-449
Lot A, Kamloops Division Yale District
Plan KAP82245

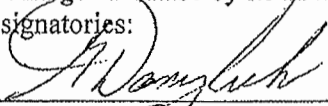
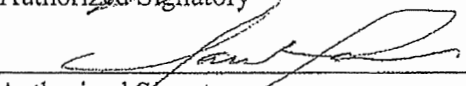
(the "Lands")

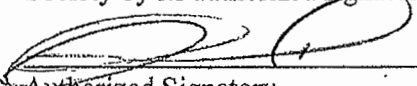
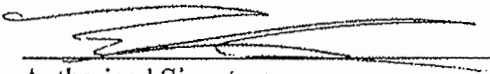
- B. As further and additional security for the repayment of the Loan, the Lender requires an indemnity from the Village in an amount not exceeding five hundred and fifty thousand dollars (\$550,000) as described in Schedule "A" hereto (the "Indemnity");
- C. The Village has taken all steps to authorize the granting of the Indemnity and will grant the Indemnity on condition that this Agreement be concluded by and performed by the Society;

NOW THEREFORE WITNESSETH that in consideration of the Village granting the Indemnity to the Lender, the Society covenants and agrees to do the following:

1. The Society will deliver to the Village a Mortgage of the Lands and a General Security Agreement charging the Society's other assets each of which shall be registered second in

day and year first above written.

Village of Chase by its authorized)
signatories:)
)
_____)
Authorized Signatory)
)
_____)
Authorized Signatory)

Chase and District Recreation Centre)
Society by its authorized signatories:)
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_____)
Authorized Signatory)
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_____)
Authorized Signatory)