

BY-LAW NO. 1093
OF THE
TOWN OF ST. PAUL

**A By-Law of the Municipal Council of the Town of St. Paul
in the Province of Alberta to Authorize the Guarantee of
a Loan.**

Pursuant to the Municipal Government Act, Statutes of Alberta and under the provisions of Section 266 thereof, the Council of the Town of St. Paul, enacts as follows.

Whereas, the Council of the Town of St. Paul have been petitioned by the St. Paul Golf Club to guarantee a loan issued by the Servus Credit Union to the St. Paul Golf Club.

And Whereas, the Council of the Town of St. Paul deems the guarantee to be in the best interest of the Town and its residents.

Now Therefore, under the authority and subject to the provisions of the Municipal Government Act 2000 and amendments thereto and specifically Section 266 and by virtue of all other power it enables, the Council of the Town of St. Paul hereby assembled enacts as follows:

- 1) That, the Town of St. Paul guarantee a Three Hundred and Twenty-Five Thousand Dollar (\$325,000.00) loan, issued by the Servus Credit Union to the St. Paul Golf Club.
- 2) The monies borrowed to be used for the following purposes:
 - \$210,000.00 to be used for the purpose of constructing the back nine of the golf course on Town owned lands.
 - \$115,000.00 to be used for normal operations of the golf course.
- 3) Interest on the loan will be calculated by the Servus Credit Union at $\frac{3}{4}$ of one percent above the prime rate, for a term of ten (10) years.
- 4) If the municipality is required to pay the principal and interest owing under the loan, monies will be raised through general taxation.
- 5) By-Law #1080 is hereby repealed upon the final passing of this By-Law.

This By-Law shall come into affect upon the final passing thereof.

READ a first time in Council this 17th day of November, 2003.

READ a second time in Council this 12th day of January, 2004.

READ a third time in Council and passed this 12th day of January, 2004.

John Trefanenko Mayor

Wayne C. Horner Municipal
Administra-

tor