

**TOWN OF TROCHU**  
**BYLAW NO. 2025-03**  
**TROCHU HOUSING CORPORATION LOAN BYLAW**

**A BYLAW OF THE TOWN OF TROCHU, IN THE PROVINCE OF ALBERTA, authorizing the Town of Trochu to loan up to a maximum of TWENTY MILLION DOLLARS (\$20,000,000.00) to the TROCHU HOUSING CORPORATION, so that the TROCHU HOUSING CORPORATION can construct and develop the TROCHU SENIORS SUPPORTIVE LIVING FACILITY.**

**WHEREAS:** Pursuant to Section 264(2) of the *Municipal Government Act*, R.S.A. 2000 Chapter M-26 (the "Act"), as amended, a municipality is permitted to loan money to a not-for-profit organization if the municipal council considers that the money loaned will be used for a purpose that will benefit the municipality.

**WHEREAS:** the Trochu Housing Corporation is a not-for-profit organization as defined in the Act; and

**WHEREAS:** The Council of the Town of Trochu considers that the money loaned will be used for a purpose that will benefit the municipality, and

**WHEREAS:** the principal amount of the outstanding debt of the Town of Trochu at December 31, 2023 is \$590,073.33 and no part of the principal or interest is in arrears; and

**WHEREAS:** Ministerial Order No. MSD-077/24, dated October 11, 2024, authorizes the Town of Trochu to exceed its regulated debt limit and debt service limits to finance the construction and development of the Trochu Seniors Supportive Living Facility; and

**WHEREAS:** The Council of the Town of Trochu deems it expedient and proper to authorize a loan up to a maximum of Twenty Million Dollars (\$20,000,000.00), to the Trochu Housing Corporation for the purpose of the construction and development of the Trochu Seniors Supportive Living Facility.

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

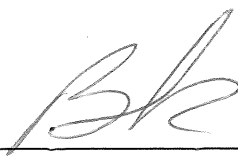
1. The sum of up to a maximum of TWENTY MILLION DOLLARS (\$20,000,000.00) is hereby authorized to be loaned by the Town of Trochu to the Trochu Housing Corporation in accordance with the provisions of this Bylaw.
2. The purpose of the loan is to assist the Trochu Housing Corporation with the financing of the construction and development of the Trochu Seniors Supportive Living Facility.

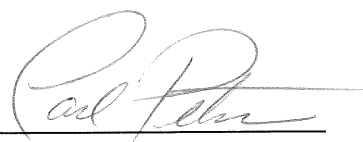
3. The minimum rate of interest on the loan to the Trochu Housing Corporation shall be equivalent to the rate of interest the Town of Trochu will be required to pay ATB Financial in relation to the amounts borrowed from ATB Financial by the Town of Trochu pursuant to the Borrowing Bylaw No. 2024-10 and Borrowing Bylaw No 2024-11, per annum, payable on demand.
4. The source of the money to be loaned shall be those funds borrowed by the Town of Trochu from ATB Financial pursuant to Borrowing Bylaw No 2024-10 and Borrowing Bylaw No. 2024-11.
5. The issuance of the loan shall be provided subject to an agreement between the Town of Trochu and the Trochu Housing Corporation.
6. The loan shall be issued in such a manner that the principal and interest will be payable on demand, and until such demand is made, principal and interest will be combined and payable in installments as set out in the loan agreement between the Town of Trochu and the Trochu Housing Corporation over a maximum period of TWENTY-FIVE (25) YEARS.
7. The above-noted funds being borrowed from the Town of Trochu shall be exclusively used by the Trochu Housing Corporation for the construction and development of the Trochu Seniors Supportive Living Facility.
8. This Bylaw shall come into effect at such time as it has received third (3rd) reading and has been signed in accordance with the *Municipal Government Act*, R.S.A. 2000 Chapter M-26, as amended.

READ A FIRST TIME THIS 10th DAY OF February, 2025.

READ A SECOND TIME THIS 10th DAY OF March, 2025.

READ A THIRD TIME THIS 10th DAY OF March, 2025.

X   
Barry Kletke – Mayor

X   
Carl Peterson – CAO