

# SECHELT INDAIN BAND

## LAW NO. 4-1999-04

### A LAW TO TRANSFER EXISTING BAND LOANS TO THE ROYAL BANK OF CANADA FROM THE BANK OF MONTREAL

---

#### WHEREAS:

- A. The Band has 3 outstanding loans with the Bank of Montreal.
- B. The Band Council wishes to transfer these loans from the Bank of Montreal to the Royal Bank of Canada.

#### THEREFORE: the Council of the Sechelt Indian Band, in open meeting assembled, enacts as follow:

- 1. This law may be cited for all purposes as the "S.I.B. Loan Authorization Law No. 4".

#### Authorization of Loan

- 1. A loan, in the amount of \$1,204,918.90 from the Royal Bank of Canada (the "Bank"); on the terms and conditions set out in paragraph 3 to 10, is hereby authorized.
- 2. The purpose of the loan shall be for the repayment of Band loans, obtained from the Bank of Montreal for the purpose of construction of community buildings, namely, housing for Band members (the "Project"), which project is now complete.
- 3. The terms of the loan shall be as follows:
  - a. For that portion of the loan in the amount of \$639,331.74, the interest rate shall be the Bank's prime rate plus .75% per annum, for the term of 123 months, unless the Bank makes earlier demand;
  - b. For that portion of the loan in the amount of \$187,768.70, the interest rate shall be the Bank's prime rate plus .75% per annum, for a term of 39 months, unless the Bank makes earlier demand; and
  - c. For that portion of the loan in the amount of \$377,818.54, the interest rate shall be the Bank's prime rate plus .75% per annum, for a term of 95 months, unless the Bank makes earlier demand; and
- 4. The amount of unused credit shall remain unchanged after the loan.
- 5. The source of repayment is expected to be from a combination of the sources listed in Part II, Division (8), subparagraphs 4(a) to (e) of the Constitution.
- 6. All necessary technical studies relating to the Project were completed prior to the commencement of the Project.

7. The Project, which is now complete, meets all legislation and construction codes required by each body of competent jurisdiction.
8. The granting of security in favor of the bank, as may be required by the Bank and deemed advisable by the Band Council, is hereby authorized.
9. The creation of a sinking fund is hereby authorized.

Read a First time this 25th day of October, 1999

Read a Second time this 25th day of October, 1999

Read a Third time this 25th. day of October, 1999

Reconsidered, finally passed and adopted by the Band Council and signed by the Chief on the 25th day of November, 1999.

Chief Garry Feschuk  
Chief Garry Feschuk