

**Terms of the Loan Agreement between The City of Edmonton and Fort Edmonton Management Company**

**Loan Amount:** up to a maximum of \$1,688,000 (CAD)

**Term of the Loan:** up to a maximum of 5 years

**Interest:** will be calculated at the rate based upon indicative interest rates from the City's lender, the Government of Alberta, at the time of the lending, compounded semi-annually, on the outstanding Principal and Interest balance owing

**Administrative Fee:** a rate of 0.125% per annum, with payment semi-annually, on the outstanding Principal balance owing

**Draws:** draws are to be a minimum of Two Hundred Thousand Canadian Dollars (\$200,000), except for any remaining residual for the final draw. Any draws under this agreement may occur starting after January 27, 2021, dependent on the passing the second and third reading of Bylaw 19521 and execution of a loan agreement in accordance with these terms, and thereafter with a minimum of three (3) weeks written notice to the City. All draws must be made by July 31, 2021.

**Payments:** semi-annual payments of the Principal along with Interest and the Administrative Fee. Payments commence six months after the date of borrowing.

**Conditions Precedent:**

That City Council gives 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> reading of Bylaw 19521, this includes both the required advertising and waiting the petition period, prior to January 28, 2021, approving a loan to Fort Edmonton Management Company up to a maximum of \$1,688,000 (CAD) for the purposes of executing its park reopening plan in mid-2020 and Fort Edmonton Park enhancement project completion.

**Repayment Schedule:**

The following table is an estimated repayment schedule based upon the above mentioned terms, to be adjusted based on actual rates and timing and amounts of draws.

**5 Year Borrowing Repayment Schedule**

<b>Loaned to</b>		<b>Fort Edmonton Management Company (FEMCo)</b>					
Principal		1,688,000					
Interest rate		1.00%	Annual rate				
Administrative Fee		0.125%	Semi-annual				
Loan period		5	years				
# of Payments		2	Semi-annual				
Start date of Loan:	25-Jan-2021						
Payment		\$173,476.73					

  

	Date	Beginning Balance	Payment	Principal	Interest	Administrative Fee	Ending Principal Balance
1	25-Jul-2021	1,688,000.00	173,476.73	165,036.73	8,440.00	2,110.00	1,522,963.27
2	25-Jan-2022	1,522,963.27	173,476.73	165,861.91	7,614.82	1,903.70	1,357,101.37
3	25-Jul-2022	1,357,101.37	173,476.73	166,691.22	6,785.51	1,696.38	1,190,410.15
4	25-Jan-2023	1,190,410.15	173,476.73	167,524.68	5,952.05	1,488.01	1,022,885.47
5	25-Jul-2023	1,022,885.47	173,476.73	168,362.30	5,114.43	1,278.61	854,523.18
6	25-Jan-2024	854,523.18	173,476.73	169,204.11	4,272.62	1,068.15	685,319.07
7	25-Jul-2024	685,319.07	173,476.73	170,050.13	3,426.60	856.65	515,268.94
8	25-Jan-2025	515,268.94	173,476.73	170,900.39	2,576.34	644.09	344,368.56
9	25-Jul-2025	344,368.56	173,476.73	171,754.89	1,721.84	430.46	172,613.67
10	25-Jan-2026	172,613.67	173,476.73	172,613.67	863.07	215.77	0.00
Total			\$1,734,767.27	\$1,688,000.00	\$46,767.28	\$11,691.82	