


Subject: **Trochu Housing Corporation Agreement May 2025**
 Meeting Date: Tuesday, May 13, 2025
 Prepared By: Carolyn Van der Kuil, Legislative Services Manager
 Presented By: Mike Haugen, CAO

STRATEGIC PLAN ALIGNMENT: (Check all that apply)

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|---|--------------------------|---|--------------------------|---|--------------------------|---|--------------------------|---|-------------------------------------|
|  | <input type="checkbox"/> |  | <input type="checkbox"/> |  | <input type="checkbox"/> |  | <input type="checkbox"/> |  | <input checked="" type="checkbox"/> |
| High Quality Infrastructure | | Economic Resilience | | Quality of Life | | Effective Leadership | | Level of Service | |

RELEVANT LEGISLATION:

Provincial (cite)- N/A

Council Bylaw/Policy (cite)- N/A

BACKGROUND/PROPOSAL:

On April 8, 2025, Council approved third reading of Bylaw 1915, loan guarantee to the Town of Trochu. Approval of this Bylaw necessitates that an updated agreement between Kneehill County and the Town of Trochu be entered into.

The proposed agreement is the same as the previously endorsed agreement excepting the following:

- Bylaw 1915 is now referenced in place of older Bylaws
- The stated interest rate is now 7% (as per Bylaw 1915)

Administration notes that the proposed agreement should also be altered to reflect that there are 18 Life Lease units now planned instead of the previously planned 24. This change has been made in the copy endorsed by the Town of Trochu.

DISCUSSION/OPTIONS/BENEFITS/DISADVANTAGES/OTHER CONSIDERATIONS:

While the February 11, 2025, motion directed Administration to draft a new bylaw, Council did not pass a motion to authorize the Reeve and CAO to sign an amended agreement. Administration is now requesting a motion from Council to proceed with signing the updated agreement.

The proposed agreement has been endorsed by the Town of Trochu with the aforementioned change regarding the number of Life Lease Units..

FINANCIAL & STAFFING IMPLICATIONS:

Adopting the loan guarantee bylaw is contingent upon the Town of Trochu entering into a new agreement that meets Kneehill County's satisfaction. This ensures the loan guarantee terms are aligned with the County's financial and operational objectives. The county must consider potential financial implications. In the case of Trochu's loan repayment difficulties, the County may need to utilize cash reserves or raise funds through taxation to fulfill its obligations under the loan guarantee.

RECOMMENDED ENGAGEMENT:

Directive Decision (Information Sharing, One-Way Communication)



REQUEST FOR DECISION

| | | | |
|--------|-------------------------|--------|--|
| Tools: | Individual Notification | Other: | |
|--------|-------------------------|--------|--|

ATTACHMENTS:

Bylaw 1915

Proposed Loan Agreement

COUNCIL OPTIONS:

That Council authorize the Reeve and CAO to sign the Trochu Agreement..

That Council request further information.

RECOMMENDED MOTION:

That Council authorize the Reeve and CAO to sign the Trochu Housing Corporation Agreement as presented.

FOLLOW-UP ACTIONS:

The agreement will be endorsed and a copy will be forwarded to the Town of Trochu.

APPROVAL(S):

Mike Haugen, Chief Administrative Officer

Approved- ☒

