

# CITY OF HAMILTON

## MOTION

Council: September 15, 2021

**MOVED BY COUNCILLOR L. FERGUSON.....**

**SECONDED BY COUNCILLOR .....**

WHEREAS, Council previously approved Item 4, of the Audit, Finance & Administration Committee Report 21-009, respecting the Ancaster Tennis Club Loan Request (FCS21032) (Ward 12), at their meeting of June 9, 2021;

WHEREAS, the Ancaster Tennis Club in their letter, Item 4.12 on the September 15, 2021 Council Agenda, are asking for an extension for the first repayment of the loan;

WHEREAS, the initial loan document requires that the first annual repayment occur 12 months after drawing on the loan;

WHEREAS, the Ancaster Tennis Club is expected to begin drawing on the loan in October 2021 in order for the foundation construction to be completed for winter operations in October 2022, which would as per the approved loan repayment schedule result in the first annual repayment due in October 2022; and

WHEREAS, the Ancaster Tennis Club's bulk of revenue is derived from their winter operation, the Ancaster Tennis Club is requesting that their first annual repayment begin following the first full year of revenue under the new business model, which will be completed in April 2023.

THEREFORE BE IT RESOLVED:

That sub-sections (a) and (b) of Item 4 of the Audit, Finance & Administration Committee Report 21-009, respecting the Ancaster Tennis Club Loan Request (FCS21032) (Ward 12) be **amended**, to read as follows:

- (a) That the General Manager, Finance and Corporate Services, be authorized and directed to enter into an interest free loan agreement with the Ancaster Tennis Club not to exceed \$940,000, inclusive of the previously approved \$290,000 through Report PW17089(a), pursuant to the City's External Loan Guidelines, for the construction of a new dome and related infrastructure to be repaid in full within 15 years ~~of the loan advance~~, together with a General Security Agreement, both in a form satisfactory to the City Solicitor and General Manager, Finance and Corporate Services;
- (b) That the Ancaster Tennis Club loan be repaid with **15** annual payments **beginning on May 1, 2023** with the loan being advanced in October 2021, **subject to all conditions precedent being met to the City's satisfaction of the loan advance** as reflected in the repayment schedule attached hereto Appendix "A" to Report FCS21032;

Main Motion, *as Amended* to read as follows:

**4. Ancaster Tennis Club Loan Request (FCS21032) (Ward 12) (Item 10.2)**

- (a) That the General Manager, Finance and Corporate Services, be authorized and directed to enter into an interest free loan agreement with the Ancaster Tennis Club not to exceed \$940,000, inclusive of the previously approved \$290,000 through Report PW17089(a), pursuant to the City's External Loan Guidelines, for the construction of a new dome and related infrastructure to be repaid in full within 15 years, together with a General Security Agreement, both in a form satisfactory to the City Solicitor and General Manager, Finance and Corporate Services;
- (b) That the Ancaster Tennis Club loan be repaid with **15** annual payments **beginning on May 1, 2023** with the loan being advanced in October 2021, **subject to all conditions precedent being met to the City's satisfaction** as reflected in the repayment schedule attached hereto as Appendix "A" to Report FCS21032;
- (c) That the Mayor and City Clerk be authorized to execute the Loan Agreement, the General Security Agreement and any ancillary documents required to give effect to the Ancaster Tennis Club loan;
- (d) That the General Manager, Healthy and Safe Communities, be authorized and directed to execute a License Agreement, together with any ancillary documents with the Ancaster Tennis Club to allow the ongoing use of City property by the Ancaster Tennis Club and the addition of the infrastructure required to support the new Dome in a form satisfactory to the City Solicitor; and,
- (e) That the General Manager, Healthy and Safe Communities Department, or designate, be delegated the authority to negotiate and grant naming rights to Rogers Canada for the City facility occupied by the Ancaster Tennis Club as required to permit the Ancaster Tennis Club to obtain sponsorship funding pursuant to the Community Tennis Facility Fund and to execute any necessary consents or agreements to facilitate the sponsorship and naming rights, with content acceptable to the General Manager of Healthy and Safe Communities Department, or designate and the City Solicitor.

Attachment – Appendix "A" to Report FCS21032

## Loan Repayment Schedule

City of Hamilton Loan to Ancaster Tennis  
Club

**PRINCIPAL**                    **\$940,000.00**  
**INTEREST**                    **0.00%**  
**TERM (YRS)**                    **15**  
**ANNUAL PAYMENT**        **\$ 62,666.67**

	Payments			Outstanding Balance(\$)
	Principal (\$)	Interest (\$)	Total P & I (\$)	
Loan				940,000.00
Year 1	62,666.67		62,666.67	877,333.33
Year 2	62,666.67		62,666.67	814,666.66
Year 3	62,666.67		62,666.67	751,999.99
Year 4	62,666.67		62,666.67	689,333.32
Year 5	62,666.67		62,666.67	626,666.65
Year 6	62,666.67		62,666.67	563,999.98
Year 7	62,666.67		62,666.67	501,333.31
Year 8	62,666.67		62,666.67	438,666.64
Year 9	62,666.67		62,666.67	375,999.97
Year 10	62,666.67		62,666.67	313,333.30
Year 11	62,666.67		62,666.67	250,666.63
Year 12	62,666.67		62,666.67	187,999.96
Year 13	62,666.67		62,666.67	125,333.29
Year 14	62,666.67		62,666.67	62,666.62
Year 15	62,666.62		62,666.62	(0.00)
	940,000.00		940,000.00	