

**THE CORPORATION
OF THE
MUNICIPALITY OF HURON EAST
BY-LAW NO. 4 FOR 2015**

Being a by-law to repeal By-Law 8-2011 and to amend By-Law 58-2002 (The Huron East/Brussels Community Development Trust By-Law)

WHEREAS the Corporation of the Municipality of Huron East received five hundred and twenty nine thousand and one hundred and fifty dollars and twenty three cents (\$529,150.23) from the sale of the Brussels Public Utility and the existing hydro reserves;

AND WHEREAS the Brussels Public Utility was paid for entirely by the ratepayers of the Brussels Ward through the years;

AND WHEREAS the Brussels Public Utility was an asset of the Village of Brussels, a Ward of the Municipality of Huron East, created on January 1st, 2001;

AND WHEREAS the proceeds of the sale of the Brussels Public Utility and existing hydro reserves have been recognized by the Minister's Order on Restructuring made under the Municipal Act on March 31st, 2000, in Section 10(2) as monies to be received and used for the benefit of the former Village of Brussels;

AND WHEREAS the Corporation of the Municipality of Huron East by By-Law 58-2002 established the Huron East/Brussels Community Development Trust to manage the proceeds of the sale of the Brussels Public Utilities by the Corporation of the Municipality of Huron East to Festival Hydro and to provide for the use of the proceeds in accordance with the provisions in Section 10(2) of the Minister's Restructuring Order;

AND WHEREAS the Council of the Corporation of the Municipality of Huron East is desirous of amending By-Law 58-2002 and repealing By-Law 8-2011;

NOW THEREFORE the Council of the Corporation of the Municipality of Huron East **ENACTS AS FOLLOWS:**

1. That Schedule "A" of By-Law 58-2002 being a "Declaration of Trust" be repealed and replaced with a "Declaration of Trust" attached hereto as Schedule "A".
2. That in accordance with Section 6 of the Declaration of Trust and the provisions of By-Law 8-2011, that Doug Sholdice, Ralph Watson and Charlie Hoy be appointed to the Huron East/Brussels Community Trust for a term to expire at the end of 2018.

3. That in accordance with Section 6 of the Declaration of Trust that Paul Nichol and Joseph Seili be appointed to the Huron East/Brussels Community Development Trust for a term to the end of 2018 with provisions that said Trustees may be re-appointed by Council for a further four year term.
4. That By-Law 8-2011 be repealed.
5. That this by-law shall come into force and take effect on the date of final passing thereof.

READ a first time this 20th day of January, 2015.

READ a second time this 20th day of January, 2015.

READ a third time and finally passed this 20th day of January, 2015.

Bernie MacLellan, Mayor

Brad Knight, CAO/Clerk

THE CORPORATION OF THE MUNICIPALITY OF HURON EAST
SCHEDULE “A” TO By-Law 4 - 2015
DECLARATION OF TRUST – HURON EAST/BRUSSELS COMMUNITY
DEVELOPMENT TRUST

THIS **DECLARATION OF TRUST** is made the day of 2015, by:

Doug Sholdice, of the Municipality of Huron East (former Village of Brussels),

Ralph Watson, of the Municipality of Huron East (former Village of Brussels),

Charlie Hoy, of the Municipality of Huron East (former Village of Brussels),

Paul Nichol, of the Municipality of Huron East (former Village of Brussels),

Joseph Seili of the Municipality of Huron East (former Village of Brussels),

David Blaney, Brussels Ward Councillor of the Municipality of Huron East,

John Lowe, Brussels Ward Councillor of the Municipality of Huron East,

(who are the “Trustees”, which expression shall include the Trustee or Trustees for the time being of this Deed).

WHEREAS the Corporation of the Municipality of Huron East came into existence on January 1, 2001, as a result of a Minister’s Order made under the Municipal Act on March 31, 2000;

AND WHEREAS said Municipality hold certain reserve funds in accordance with the Municipal Act and the Minister’s Order aforesaid;

AND WHEREAS the Minister’s Order provided that the Hydro reserves of the former Village of Brussels and the proceeds of the sale of the assets of the hydro system of the former Village of Brussels became reserve funds of the Corporation of the Municipality of Huron East with the qualification that they shall only be used for the benefit of the ratepayers of the geographic area of the former Village of Brussels;

AND WHEREAS the Corporation of the Municipality of Huron East wishes to make provision for the said use of the reserve funds;

AND WHEREAS the Corporation of the Municipality of Huron East desires to establish a Trust to hold and manage the reserve funds for the benefit of the ratepayers of the former Village of Brussels;

AND WHEREAS the Trustees have agreed to hold and manage the said reserve funds and any assets derived therefrom for the benefit of the ratepayers of the former Village of Brussels;

NOW IT IS AGREED AND DECLARED as follows:

1. A Trust is established in the name of the Huron East/Brussels Community Development Trust for the benefit of the ratepayers of the former Village of Brussels, from time to time.
2. The objects of the Huron East/Brussels Community Development Trust are:
 - (a) to manage the said Hydro reserve funds aforesaid in accordance with the provisions of the Municipal Act and the Municipal Restructuring Order creating the Corporation of the Municipality of Huron East;
 - (b) to use the reserve funds to promote the health, safety, morality and welfare of the ratepayers of the former Village of Brussels;
 - (c) to promote the economic development of the geographic area known as the former Village of Brussels;
 - (d) to assist the Corporation of the Municipality of Huron East in its management and government of the geographic area known as the former Village of Brussels;
3. The Trustees shall hold the capital and income of any cash, cheques, securities, investment, personal property, real property, or other interests received or otherwise acquired for the Brussels Community Development Trust upon trust to be used for the exclusive purpose of the objects of the Brussels Community Development Trust.
4. The Trustees may invest in their names, as Trustees, any monies or the proceeds of any property or interests received or otherwise acquired that are not required for the immediate purposes of the Huron East/Brussels Community Development Trust. The investments may be securities or other investments in which such trust monies or

proceeds may by law be invested. The Trustees, may, from time to time, deal further with the investments and may, from time to time, reinvest any amounts that are payable.

5. Any property received or otherwise acquired shall be vested in the Trustees.

6. The Trustees shall be Seven (7) in number. Two (2) of the seven (7) Trustees shall be the elected representative of the Ward of Brussels. The remaining five (5) Trustees shall be appointed by the Corporation of the Municipality of Huron East; three (3) for four (4) year to conclude on December 31st, 2018 and two (2) for a four (4) year term with an option to be re-appointed for an additional four (4) year term to assure continuity. Trustees may be re-appointed if willing and if Council so determines. It is the intent that at each appointment date there shall always be two (2) Trustees commencing an appointment that is eligible for an eight (8) year term.

7. The power of appointing new Trustees shall be vested in the Corporation of the Municipality of Huron East. The power of appointing new Trustees shall be exercised concurrently with the Municipal electoral process or in circumstances where the incumbent Trustees are acting in contravention of the objects of the Huron East/Brussels Community Development Trust or for the purpose of filling a vacancy arising from resignation, incapacity, death of a Trustee, or other like reason. Trustees shall maintain eligibility within the Ward of Brussels by maintaining residency or ownership of property.

8. The following regulations shall govern the procedures of the Trustees:
 - (a) The Trustees shall endeavour to hold meetings at least once every month, but at a minimum shall meet at least four (4) times in a calendar year. The meetings may be at a place that the Trustees shall, from time to time, determine;
 - (b) Any Trustee may, at any time, convene a special meeting of the Trustees provided at least seven (7) days' written notice has been given to the other Trustees of the matters to be discussed and the time, date and location of the meeting;
 - (c) A majority of the Trustees shall form a quorum for any meeting of the Trustees;
 - (d) Meetings shall be held in person;

- (e) The Trustees shall appoint by resolution one of the Trustees to be Chair. The Chair shall have a deciding vote in the case of a tie on any matter before the Trustees;
 - (f) Any resolution of the Trustees may, from time to time, be rescinded or varied by the Trustees;
 - (g) The Trustees shall maintain a record of their meetings. The proceedings of the Trustees shall be entered in the record. The Chair shall sign the minutes at the conclusion of each meeting or at a future meeting when the minutes have been duly confirmed by the Trustees;
 - (h) The Trustees shall maintain books of accounts to record all money received and paid out by or on behalf of the Trustees;
 - (i) The Trustees shall forward a copy of the monthly meeting minutes and quarterly financial statement to the Council of the Corporation of the Municipality of Huron East;
 - (j) The Trustees shall engage the services of the municipal auditor to audit the financial records of the Trust;
 - (k) The Trustees shall provide a list of all the Trust investment on a quarterly basis.
- 9.** The Trustees may, from time to time, open and maintain an account or accounts at a financial institution or institutions. The Trustees may, at any time, pay any monies forming part of the Huron East/Brussels Community Development Trust to the credit of the account or accounts or place the monies on deposit with any financial institution or institutions. All cheques and orders for payment shall be signed by the Chair and at least one (1) other Trustee. The Trustees shall have the right to lend money to the Corporation of the Municipality of Huron East for municipal purposes.
- 10.** The Trustees may be reimbursed for any reasonable expenses incurred personally in carrying out their duties as Trustees in fulfilling the objects of the Huron East/Brussels Community Development Trust.
- 11.** The Trustees may engage any legal, accounting, or other professional assistance that they consider appropriate to administer and preserve the Huron East/Brussels Community Development Trust. The Trustees may pay any fees, expenses or other charges with

respect to the administration and preservation of the Huron East/Brussels Community Development Trust.

12. The Trustees may appoint a solicitor or other person to be their agent and to receive and give a discharge for any money or valuable consideration or property receivable by the Trustees under the Trust. The Trustees may insure against loss or damage any insurable property held by the Trustees and any premiums, taxes, fees or other charges arising from the insurance contract shall be paid out of the income of the Trust. The Trustees may insure against negligence in the operation of the Trust and the Trust shall pay for such insurance. The Trustees may enter into and renew any leases for real or personal property on terms that the Trustees consider reasonable and may pay rents, taxes, fees or other charges arising from the lease out of the income of the Trust.

13. The Trustees, their heirs, executors and administrator and estate and effects shall be indemnified and saved harmless individually and severally from time to time, and at all times from and against:

(a) all costs, charges and expenses which a Trustee sustains or incurs in or about any action, suit or proceeding brought, commenced or prosecuted against him or her or in respect of any act, deed, matter or thing whatsoever made, done or permitted by him or her, in or about the execution of the duties of his or her office or in respect of such liability and,

(b) all other costs, charges and expenses that he or she sustains or incurs in, about or in relation to the affairs thereof, except such costs, charges or expenses as are occasioned by his or her own wilful neglect or default.

The Trustees may obtain indemnification insurance for errors and omissions and may pay for this insurance out of the Trust.

14. The Trustees may invest in any security or other investment in which Trust monies or proceeds may by law be invested and in mutual funds or similar securities available from a financial institution.

15. The Trustees may apply for incorporation as a non-profit Corporation under the Ontario Corporation Act with the consent of the Council of the Corporation of the Municipality of Huron East. The expenses related to the Application may be paid from the Brussels Community Development Trust. Upon incorporation, the Huron East/Brussels Community Development Trust shall be dissolved and the property shall be transferred to the Corporation.

16. Upon dissolution of the Brussels Community Development Trust other than by incorporation and after payment of all debts and liabilities, the remaining property and money of the Brussels Community Development Trust shall be returned to the reserve funds of the Corporation of the Municipality of Huron East to be dealt with in accordance with the Minister's Restructuring Order.

IN WITNESS whereof this Declaration of Trust is signed and sealed this day of 2015.

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| Signed, sealed and delivered |) | |
| in the presence of: |) | |
| |) | |
| _____ |) | _____ |
| (signature) Witness |) | Doug Sholdice |
| |) | |
| _____ |) | _____ |
| (signature) Witness |) | Ralph Watson |
| |) | |
| _____ |) | _____ |
| (signature) Witness |) | Charlie Hoy |
| |) | |
| _____ |) | _____ |
| (signature) Witness |) | Paul Nichol |
| |) | |
| _____ |) | _____ |
| (signature) Witness |) | Joseph Seili |
| |) | |
| _____ |) | _____ |
| (signature) Witness |) | David Blaney |
| |) | |
| _____ |) | _____ |
| (signature) Witness |) | John Lowe |