

**NEW DEAL FOR CITIES AND COMMUNITIES
NOUVEAU PACTE POUR LES VILLES ET LES COLLECTIVÉS**

**FUNDING AGREEMENT –
TRANSFER OF FEDERAL GAS TAX REVENUES UNDER
THE NEW DEAL FOR CITIES AND COMMUNITIES**

AMENDMENT #2

BETWEEN:

HER MAJESTY THE QUEEN in right of The Province of Saskatchewan
("Saskatchewan")
represented by the Minister of Municipal Affairs (Provincial Minister)

- and -

The «Type» of «Municipality» in the Province of Saskatchewan ("Municipality")

WHEREAS Saskatchewan and the Municipality entered into a Funding Agreement dated «Date_FA_Finalized», in relation to the Transfer of Federal Gas Tax Revenues under the New Deal for Cities and Communities (Funding Agreement);

And WHEREAS the Parties wish to amend the Funding Agreement;

NOW THEREFORE in accordance with the principles set out above, the Parties herby agree as follows:

1. The preamble forms an integral part of this Amending Agreement.
2. Terms not defined in this Amending Agreement have the meanings assigned in the Funding Agreement - Transfer of Federal Gas Tax Revenues under the New Deal for Cities and Communities.

3. Section 2.1 of the Funding Agreement is repealed and replaced by the following:

2.1 Estimated Allocation of Funds to Municipalities

For 2005-06 to 2009-10, the estimated allocation of Funds for the Municipality is calculated by dividing the Municipality's 2001 Statistics Canada Census population by the total 2001 Census population for all Saskatchewan Municipalities and multiplying the resulting quotient by each Fiscal Year amount, in accordance with provisions of the New Deal Agreement.

For 2010-11 and 2011-12 the estimated allocation of Funds for the Municipality is calculated by dividing the Municipality's 2006 Statistics Canada Census population by the total 2006 Census population for all Saskatchewan Municipalities and multiplying the resulting quotient by each Fiscal Year amount, in accordance with provisions of the New Deal Agreement.

For 2012-13 and 2013-14 the estimated allocation of Funds for the Municipality is calculated by dividing the Municipality's 2011 Statistics Canada Census population by the total 2011 Census population for all Saskatchewan Municipalities and multiplying the resulting quotient by each Fiscal Year amount, in accordance with provisions of the New Deal Agreement.

Saskatchewan will transfer to the Municipality on a conditional basis its respective estimated allocation of Funds, not to exceed the total estimated allocation of Funds of «Total» which is as follows:

Fiscal Year	Estimated Allocation of Funds
2005-06	«M_200506»
2006-07	«M_200607»
2007-08	«M_200708»
2008-09	«M_200809»
2009-10	«M_200910»
2010-11	«M_201011»
2011-12	«M_201112»
2012-13	«M_201213»
2013-14	«M_201314»
Total	«Total»

The Municipality hereby acknowledges that the transfer of Funds to the Municipality is conditional on the Municipality meeting the terms and conditions of the Funding Agreement and the New Deal Agreement.

The Municipality agrees that the Funds provided under this Funding Agreement are to be incremental to infrastructure expenditures by the Municipality from its own sources.

A payment due hereunder is conditional on a legislated appropriation for the Funds in respect to the Fiscal Year for which the payment is due.

4. Section 2.2 of the Funding Agreement is repealed and replaced by the following:

The Municipality agrees that Funds shall be used only for Eligible Projects as identified in Appendix 1 to the Funding Agreement and solely in respect of Eligible Costs as identified in Appendix 2 of this Funding Agreement.

The Municipality agrees that 20% of its total estimated allocation for the period beginning with Fiscal Year 2005-06 and ending with Fiscal Year 2013-14 will be used for Eligible Projects that produce Regional Benefit; notwithstanding, the Municipality is not required to use any portion of its estimated allocation during the first two Fiscal Years of the New Deal Agreement for Eligible Projects producing Regional Benefit. The conditions under which an Eligible Project produces Regional Benefit are further described in Appendix 3 to this Funding Agreement.

5. Section 3.1 of the Funding Agreement is repealed and replaced by the following:

In order to access its estimated allocation of Funds, the Municipality agrees to submit an IIP(s) to the Secretariat in a format, as determined by Saskatchewan that includes the information consistent with the requirements of the New Deal Agreement. The Municipality will be advised, in writing, of the Secretariat's acceptance of the IIP.

A Municipality may establish access to all or any of the nine years of its estimated allocation of Funds under a single IIP or by several IIPs.

A Municipality may accumulate its annual estimated allocation of Funds up until March 31, 2008. If the Municipality has not submitted an IIP by March 31, 2008, the Ministers may, after receiving the Committee's advice, redirect the Municipality's allocation for use by other Municipalities for Eligible Projects.

A Municipality must have submitted, and received Secretariat approval for, a sufficient number of IIPs to allocate at least 90% the Total Estimated Allocation by December 31, 2012.

Upon completion of any IIP, if the actual expenditures of the IIP are lower than the Funds allocated to the IIP, the Municipality must re-allocate the excess Funds to other previously approved IIPs or submit new IIPs for approval so that the Municipality has allocated at least 90% of the Total Estimated Allocation.

6. Section 5.2 of the Funding Agreement is repealed and replaced by the following:

5.2 In addition to the above,

a) any Municipality with a population (Municipality's 2001 Statistics Canada Census) of more than 2,000 shall provide to Saskatchewan information on the Municipality's capital expenditures on Municipal Infrastructure for the five year periods of:

- a. 2000 to 2004;
- b. 2005 to 2009; and
- c. 2010 to 2014

for purposes of subsections 3.2.4 (Incrementality of Funds requirement) of the New Deal Agreement; and

b) any Municipality with a population (Municipality's 2001 Statistics Canada Census) greater than 5,000 shall also provide to Saskatchewan a five-year Capital Investment Plan

- a. For the years 2005 to 2009 by March 31, 2009; and
- b. For the years 2010 to 2015 by March 31, 2013.

7. This Amending Agreement becomes effective on the latter of the two dates shown below.

8. All other terms and conditions of this Funding Agreement remain the same.

9. **SIGNATURES**

THIS AMENDMENT has been executed by the above mentioned Parties, each by their duly authorized officers on the respective dates shown below.

Government of Saskatchewan
Original signed by:

«Type» of «Municipality»
Original signed by:

Per: Minister of Municipal Affairs

Mayor/Reeve/CEO

Date

Date

City Manager/Administrator/Clerk

Date