2020 Proposed Bylaw Amendments

The Directors have received 3 proposed amendments to the Agate Bay Resorts Bylaws.

In accordance with the Bylaws, proposed amendments to the bylaws are to be made available to the shareholders at least 30 days in advance of the Annual General Meeting (AGM). Due to the Covid-19 crisis, the AGM has been tentatively postponed to July 5, 2020.

The proposed amendments are presented below for your consideration and discussion at the AGM. Proposed amendments are <u>**underlined and in bold.**</u> For discussion purposes, it would be helpful if you bring a copy of the existing Bylaws to the meeting.

1. Submitted by Louis Dagdick

Section 6.1.3 Parcels N1, N2, N3 and O (existing)

In accordance with the Thompson-Nicola Regional District (TNRD) zoning bylaw and agreed upon development plan, Parcels N1, N2, N3 and O are restricted as follows:

- Parcels N1, N2 and N3 Storage
- Parcel O Undeveloped

Section 6.1.3 Parcels N1, N2, N3 and O (Proposed)

In accordance with the Thompson-Nicola Regional District (TNRD) zoning bylaw and agreed upon development plan, Parcels N1, N2, N3 and O are restricted as follows:

- Parcels N1 <u>**and**</u> N2 ~~**and N3**~~ Storage
- <u>**Parcel N3**</u> <u>**Accommodation and**</u> Storage
- Parcel O Undeveloped

2. Submitted by Helen McKellar

Section 5.7 Arrears (existing)

A shareholder with overdue tax and/or assessment accounts in excess of three (3) months shall lose their status of "shareholder in good standing" until all overdue accounts are paid in full including any penalties assessed as a result of these Bylaws. A shareholder who is not in good standing shall:

a) be notified of the amount of money owing and be given opportunity to reinstate their status of "shareholder in good standing",
b) lose their right to speak to or vote on any Company issue,
c) not be elected to the position of director,
d) not erect signs or start/continue any improvements. Existing signs shall be removed by the shareholder or by the Company at the shareholder's expense,
e) not rent or otherwise allow use of their designated parcel(s), and
f) be subject to legal actions as may be determined by the Company.

The financial report (refer to Subsection 1.1) shall identify all shareholders that are in arrears including the amount of money owing and the parcel(s) affected.

Section 5.7 Arrears (proposed)

A shareholder with overdue tax and/or assessment accounts **~~in excess of three (3) months~~** shall lose their status of "shareholder in good standing" until all overdue accounts are paid in full including any penalties assessed as a result of these Bylaws. A shareholder who is not in good standing shall:

a) be notified of the amount of money owing and be given opportunity to reinstate their status of "shareholder in good standing",
b) lose their right to speak to or vote on any Company issue,
c) not be elected to the position of director,
d) not erect signs or start/continue any improvements. Existing signs shall be removed by the shareholder or by the Company at the shareholder's expense,
e) shall not be permitted the use of, or the rental of, any properties (including common areas) of Agate Bay Resort, until all overdue accounts are paid in full, including any penalties and legal or other costs incurred,
f) not erect signs or start/continue any improvements. Existing signs shall be removed by the shareholder or by the Company at the shareholder's expense,
g) not rent or otherwise allow use of their designated parcel(s), and
h) be subject to legal actions as may be determined by the Company.

The financial report (refer to Subsection 1.1) shall identify all shareholders that are in arrears including the amount of money owing and the parcel(s) affected.

3. Submitted by Trevor Douglas

Section 5.6 Payment of Taxes and Assessments (existing)

Taxes and annual assessments shall be paid in full on or before June 15th of each year. Additional assessments shall be paid in full on or before a date as determined by the Directors. Cheques shall be made payable to "Agate Bay Resorts Ltd." and sent to the Treasurer.

A penalty of two and a half percent (2.5%) compounded monthly shall be assessed and due on all overdue accounts greater than thirty (30) days.

Section 5.6 Payment of Taxes and Assessments (proposed)

Taxes and annual assessments shall be paid in full on or before June 15th of each year. Additional assessments shall be paid in full on or before a date as determined by the Directors. Cheques shall be made payable to "Agate Bay Resorts Ltd." and sent to the Treasurer.

<u>A penalty of Five Hundred dollars ($500) shall be assessed if full payment is not received on or before June 15th of each year. A further penalty of Five Hundred dollars ($500) shall be assessed if full payment (including the initial penalty) is not received on or before July 15th of each year</u>.