

AGM2026: PROPOSED CHANGES TO THE ARTICLES OF ASSOCIATION.

After completing the Reserve Fund Study at the beginning of 2025, the Board of Directors has been hard at work preparing, planning, and meeting to discuss the future of the Park.

The Article the Board is proposing to amend was increased from \$40,000 to \$50,000 during the 2016 Annual General Meeting. The original amount of \$40,000 was established in the first Articles and has not kept pace with inflation.

The Board is proposing to increase the limit to \$100,000 or 20% of the Reserve Fund to ensure the Board can make necessary upgrades and improvements, and to respond appropriately to emergency repairs.

CURRENT ARTICLE READS:

Be it resolved that the Articles of Association be amended such that Article 6.19(b) be revised to read as follows:

“A Special Resolution is required for the following matters:

(b) Expenditures from the reserve fund in any one fiscal year exceeding the lesser of **Fifty Thousand Dollars or twenty percent (20%)** of the amount of the reserve fund as at the end of the immediately preceding fiscal year.”

PROPOSED CHANGE:

(b) Expenditures from the reserve fund in any one fiscal year exceeding the lesser of **One Hundred Thousand Dollars (\$100,000) or twenty percent (20%)** of the amount of the reserve fund as at the end of the immediately preceding fiscal year.”

REASONING:

This clause means the Park Board of Directors cannot spend large amounts from the reserve fund unless Parkland Residents approve it by special resolution. In plain language, a special resolution is required if reserve fund spending in a single fiscal year exceeds whichever is smaller:

- \$100,000, or
- 20% of the reserve fund balance at the end of the previous fiscal year

EXAMPLE:

If the reserve fund had \$400,000 last year:

20% = \$80,000

The lesser amount is \$80,000

Spending over \$80,000 requires a special resolution.

If the reserve fund had \$700,000 last year:

20% = \$140,000

The lesser amount is \$100,000

So, spending over \$100,000 requires a special resolution.