

AGREEMENT OF PURCHASE AND SALE

This Agreement made in duplicate, this ____ day of July, 2022.

BETWEEN:

THE CITY OF FREDERICTON, a municipal corporation by virtue of the *Local Governance Act*, S.N.B. 2017, C. 18, and amendments thereto, having its head office at 397 Queen Street, Fredericton, New Brunswick, E3B 1B5, **hereinafter called the “Vendor”**.

-AND-

HABITAT FOR HUMANITY – FREDERICTON AREA/REGION DE FREDERICTON INC., a body corporate having its registered office at 800 St. Mary’s Street, Unit 101, Fredericton, New Brunswick, E3G 8S8, **hereinafter called the “Purchaser”**.

WHEREAS the Vendor is the owner of a certain parcel of land located at 610 Chestnut Street, in the City of Fredericton, County of York and Province of New Brunswick, being more specifically identified as SNB PID 75408559 (the “Lot”);

AND WHEREAS the Vendor is the owner of a structure (former Park Caretaker’s residence) located at 370 Rookwood Avenue, in the City of Fredericton, County of York and Province of New Brunswick, being more specifically identified as SNB PID 01437052 (the “Structure”),

AND WHEREAS the Lot and the Structure are collectively referred to as the “Property” herein, which Property is more particularly outlined and delineated on the sketches annexed hereto as Schedule “A”;

AND WHEREAS by letter dated June 23, 2022, the Purchaser has expressed the desire to acquire the Property for the purpose of an affordable housing development under the Habitat for Humanity model in Fredericton, such development to involve the relocation of the Structure to the Lot at the Purchaser’s expense and risk;

AND WHEREAS the Vendor has agreed to convey the Property to the Purchaser subject to the terms and conditions contained herein;

AND WHEREAS the Parties acknowledge that this Agreement shall be subject to the final approval of Council for the City of Fredericton.

NOW THEREFORE THIS AGREEMENT WITNESSETH THAT in consideration of the sum of \$1.00 (One Dollar) and other valuable consideration now paid by the Purchaser to the Vendor, the receipt of which sum is hereby acknowledged, the Vendor hereby agrees to sell to the Purchaser

and the Purchaser hereby agrees to purchase from the Vendor the Property, subject to the terms and conditions herein contained.

1. THE PROPERTY

- 1.1 The Vendor agrees to sell to the Purchaser and the Purchaser agrees to purchase from the Vendor all of the Vendor's right, title and interest in and to the Property.
- 1.2 The parties acknowledge and agree that the sale of the Structure involves a building only (to be removed by Purchaser as outlined below) and is not intended to convey any other property rights or interest in any land(s) upon which the Structure is currently situated.

2. CONSIDERATION AND METHOD OF PAYMENT

2.1 The Purchase Price of the Property shall be the sum of Sixty-Five Thousand and One Dollar (\$65,001.00) of lawful money of Canada, (the "Purchase Price"), plus applicable HST. The allocation of the Purchase Price is \$65,000, plus applicable HST for the Lot, and \$1.00 for the Structure. The Purchaser shall be liable, shall self-assess and remit to the appropriate governmental authority all GST and HST which is payable under the *Excise Tax Act (Canada)* in connection with the transfer of the Property, all in accordance with the Act and will provide the Vendor with an HST Declaration & Indemnity on closing.

2.2 The Purchase Price shall be payable by Cheque, in trust, to the Vendor's Solicitor in trust, or by such other means of payment as the Vendor may otherwise direct, on the Closing Date, subject to the adjustments stipulated within this Agreement.

3. ADJUSTMENTS

3.1 Adjustments shall be made on the Closing Date for all items normally adjusted between a vendor and purchaser in respect of the sale of Property similar to the Property, including, without limitation and to the extent applicable to this transaction, realty taxes for the land at 610 Chestnut Street only, local improvement rates, insurance, rentals, mortgage interest, municipal liens, water rates and fuel. There shall be no adjustment for property taxes relating to the Structure.

4. CLOSING

4.1 Subject to any other provisions contained herein, the Purchase of the Property by the Purchaser shall be completed on September 12, 2022, or such earlier or later date as the Parties may mutually agree to in writing (the "Closing Date"). The purchase of the Property shall be completed at a time as the Parties may mutually agree upon on the Closing Date in the office of the Solicitors for the Vendor, or other agent designated by the Vendor, or at such other place or time as the Parties may mutually agree to in writing. Delivery of documents or money hereunder may be made upon the Vendor or the Purchaser or their respective solicitors on the Closing Date.

5. ACCEPTANCE, CONDITIONS AND RESTRICTIONS

5.1 The Parties shall indicate the date on which each has executed this Agreement in the space provided immediately above the execution line and upon such execution of the last Party signatory being communicated to the other Party or its solicitors pursuant to Section 11, this Agreement shall become a binding agreement for the purchase and sale of the Property.

5.2 The Parties acknowledge and agree that the completion of the conveyance and acquisition of the Property as contemplated by this Agreement is subject to the following conditions:

- (a) The Vendor and the Purchaser acknowledge that the Property is being conveyed on an “as is” basis and the Vendor makes no representations or warranties whatsoever regarding the condition of the Property or its fitness for the Purchaser’s intended use. The Purchaser acknowledges that it shall be responsible for any and all site costs associated with its redevelopment of the Property;
- (b) The Purchaser acknowledges that the Lot will be developed for the purpose of addressing the issue of affordable housing in Fredericton within 2 years from the date of conveyance, failing which, the Lot shall be reconveyed to the City of Fredericton for the sum of \$65,000. Accordingly, the Purchaser agrees to enter into an Agreement Re Use of Land, which Agreement Re Use of Land shall be registered as an encumbrance against the Lot;
- (c) The Purchaser undertakes to relocate the Structure owned to the Lot at its sole expense and risk, and to pay all costs (including but not limited to relocation/moving costs for, and site work required for the Lot to receive same) of the relocation of said Structure and fulfill the intent of this Agreement. The Vendor acknowledges that the Purchaser is not responsible for any remediation of the land at the O’Dell property from which the Structure will be removed;
- (d) The Purchaser further agrees that the work to relocate the Structure shall be coordinated with and approved by the Manager of the Vendor’s Parks and Trees Division to ensure that any impacts to the use of O’Dell Park during relocation are mitigated to the extent possible;
- (e) The Vendor hereby grants consent and authorizes the Purchaser to make any necessary application to the City’s Planning Advisory Committee with respect to land use approvals that may be required to proceed with the development by the Purchaser contemplated herein;
- (f) As part of the planning process, the Purchaser agrees to consult with adjacent owners of the Lot in advance of commencing construction on such land; and
- (g) All property agreements and transactions are subject to City Council authorization and approval, as well as the Planning Advisory Committee’s approval and recommendation, if applicable.

6. PROPERTY

6.1 The Purchaser shall have until the closing date, which shall be referred to as the “Due Diligence Period”, to satisfy itself that:

- (a) the title to the Property is good and free from restrictions, mortgages, charges, liens and encumbrances except as otherwise specifically provided in this Agreement and save and except for: (i) any registered restrictions or covenants that run with the Property, provided that such have been complied with, (ii) any registered municipal agreements and agreements with publicly regulated utilities, provided that such have been complied with, (iii) any easements and rights-of-way, provided that such have been complied with, (iv) any qualifications, reservations, provisos and limitations contained in or imposed by any applicable statute and/or any authority having jurisdiction over the Property provided that such have been complied with, (v) any discrepancies in title or possession which would be disclosed by an up-to-date survey;
- (b) there are no outstanding orders, deficiency notices or directives issued by any federal, provincial or municipal authority affecting the Property; and
- (c) that the soil and environmental conditions of the Property (including, without limiting the generality of the foregoing, all geotechnical and environmental concerns with respect to the Property) are satisfactory for the intended use by the Purchaser, and for that purpose, the Purchaser shall, at its own expense, have the right to enter upon the Property at any time or times forthwith following the execution of this Agreement for the purpose of making such soil and other tests and inspections as are required by the Purchaser.

6.2 If, within the Due Diligence Period, the Purchaser notifies the Vendor or the Vendors’ Solicitors of any valid objection to title or to any outstanding order, deficiency notice or directive or to the fact that the present use of the Property may not be lawfully continued and which the Vendors are unable or, in their discretion, determine not to remove, remedy or satisfy and which the Purchaser will not waive, this Agreement shall, notwithstanding any intermediate acts or negotiations in respect of any such matter, be at an end, then the Vendor shall refund to the Purchaser the amount paid without interest or penalty and the Vendor shall not be liable for any costs or damages or other claims. Save as to any valid objection so made within the Due Diligence Period, and except for any objection going to the root of the title, the Purchaser shall be conclusively deemed to have accepted the Vendors’ title to the Property.

6.3 Subject to Sections 6.1 and 6.2, the Vendor covenants and agrees to discharge any registered liens, mortgages or charges affecting the Property at their own expense on or before the Closing Date.

6.4 The Purchaser shall not call for the production of any title deed, abstract, survey or other evidence of title to the Property except as are in the control or possession of the Vendor. The Vendor agrees that the Vendor will deliver any sketch or survey of the Property in the Vendor’s control or possession to the Purchaser as soon as practicable and prior to the last day allowed for examining title to the Property. The Purchaser shall be solely liable for the cost of any up-to-date

survey, surveyor's description or reference plan of the Property that may be required in connection with the completion of the transaction contemplated by this Agreement.

6.5 The Vendor, upon the request of the Purchaser, shall forthwith deliver letters in a form satisfactory to the Purchaser addressed to such governmental authorities as may be reasonably requested by the Purchaser or its solicitors authorizing the release of any information as to compliance matters which such governmental authorities may have pertaining to the Property; provided, however, that nothing herein contained shall be deemed to authorize or permit the Purchaser to request any governmental or municipal inspections of the Property. If this Agreement is not completed the Purchaser shall keep any such information strictly confidential and shall not use it for any purpose whatsoever.

6.6 There is no condition, representation or warranty of any kind, express or implied, that the condition of the Property shall be appropriate for any particular use, unless expressly set out herein, or that the present use by the Vendor or the future intended use by the Purchaser is or will be lawful or permitted, or that any sketch or survey delivered by the Vendor to the Purchaser is complete or accurate. Without limiting the generality of the foregoing, this Agreement shall not be affected by any change in the zoning or use of the Property prior to completion. The Vendor shall not apply for any change in zoning after the Acceptance Date and prior to completion or termination of this transaction, without the Purchaser's prior written approval or consent.

7. SITE CONDITION

7.1 Subject to the Purchaser satisfying itself with respect to the prior conditions stipulated in Section 5.3, the Vendor agrees to sell the Property "as is" and the Purchaser agrees to purchase the Property "as is".

8. OBLIGATIONS ON CLOSING – THE VENDOR

8.1 The Vendor shall execute and deliver to the Purchaser on or before the Closing Date, the following:

- (a) Land Titles Transfer - in registerable form as may be required to transfer to the Purchaser all of the Vendors' right, title and interest in the Property;
- (b) Bill of Sale – as may be required to transfer to the Purchaser all of the Vendors' right, title, and interest in the Structure;
- (c) Vendor's HST Certificate - a certificate of the Vendor to indicate whether or not the Vendor is registered under the Harmonized Sales Tax provisions of the *Excise Tax Act* and the Vendor's registration number shall be provided therein, such certificate to be prepared at the expense of the Purchaser;

- (d) Corporate Resolution – if required, a certified copy of the appropriate corporate resolution of the Vendor approving and authorizing the disposal of the Property, copies of which shall be attached to the Statement of Adjustments;
- (e) Statement of Adjustments - a statement of adjustments;
- (f) Other – All other documents specifically referred to in this Agreement relative to the completion of this Agreement and vacant possession of the Property.

8.2 All of the documents referred to in Section 8.1 shall be prepared by the Vendor at the Vendors' expense.

9. OBLIGATIONS ON CLOSING – THE PURCHASER

9.1 The Purchaser shall execute and deliver to the Vendor on the Closing Date the following:

- (a) Purchase Price – pay the Purchase Price; subject to such terms, conditions and practice customary to such payment, as the Parties or their solicitors may further agree in writing, and such amount to be payable to the Vendor or Vendor's Solicitor, or as the Vendor may otherwise direct, subject to the adjustments set forth in Section 3.1;
- (b) Corporate Resolution - a certified copy of the appropriate corporate resolution of the Purchaser approving and authorizing the acquisition of the Property, copies of which shall be attached to the Statement of Adjustments, if applicable; and
- (b) Other - any other documents specifically referred to in this Agreement relative to the completion of this Agreement, together with any other documents relative to the completion of this Agreement as may reasonably be required by the Vendor and the Vendor's Solicitor, acting reasonably, or by the Purchaser and the Purchaser's Solicitors, acting reasonably.

10. RISK

10.1 Until the Closing Date and completion of the sale of the Property, all buildings on the Property shall be and remain at the risk of the Vendor and the Vendor shall hold all insurance policies and the proceeds of them in trust for the Parties, as their interest may appear. The Vendor shall notify the Purchaser immediately, at the request of the Purchaser, the particulars of insurance on the Property. In the event of substantial damage to the Property, the Purchaser may either have the proceeds of the insurance policies and complete the purchase or may cancel this agreement and the Deposit shall be repaid to the Purchaser without interest or deduction.

11. NOTICE

11.1 Any notice, approval or other communication required or permitted to be given hereunder ("Notice") shall be in writing and shall be sufficiently given if personally delivered or if sent by prepaid registered mail or if transmitted by facsimile:

Notice to Purchaser:
The City of Fredericton
397 Queen Street
P.O. Box 40, Stn. A
Fredericton, NB E3B 1B5
Attn: Manager of Real Estate

Notice to: Vendor
Habitat for Humanity Fredericton
Area/Region de Fredericton Inc.
101-800 St. Mary's Street
Fredericton, NB E3G 8S8
Attn: Perry Kendall

with a copy to the Solicitor of each party.

Purchaser's Solicitor:
T. Ryan Seymour
397 Queen Street
Fredericton, NB E3B 1B5

Tel: 506-460-2209
E-mail: ryan.seymour@fredericton.ca

Vendor's Solicitor:
Elliott McCrea Hill
197 Main Street
Fredericton, NB E3A 1E1
Attn: K. Chipp McCrea
Tel: 506-458-5959
E-mail: chipp@emhllaw.com

11.2 Any Notice so given shall be deemed conclusively to have been given and received: (i) if personally delivered, on the date of delivery; or (ii) if sent by facsimile on the first (1st) Business Day after its transmission; or (iii) if sent by prepaid registered mail, on the third (3rd) Business Day following the date of mailing, provided that for such purposes no day during which there shall be a strike or other occurrence which shall interfere with normal mail service shall be considered a Business Day. No such Notice shall be mailed during any actual or apprehended disruption of postal services.

11.3 Either Party may from time to time change its address for service by written notice to the other Party by providing notice as stipulated under this section.

12. MISCELLANEOUS

12.1 This Agreement shall constitute the entire agreement between the Parties and there are no other terms, obligations, covenants, representations, warranties, statements or conditions, oral or otherwise (including statutory), of any kind whatsoever except as set out in writing in this Agreement and all prior negotiations, proposals and writings pertaining to this Agreement or the subject matter hereof are superseded hereby.

12.2 This Agreement shall not be modified or amended except with the written consent of the Vendor and the Purchaser. In addition, no modification or amendment to this Agreement binds the Vendor or the Purchaser unless it is in writing and has been duly executed by both Parties.

12.3 This Agreement and everything relating hereto shall be construed and enforced in accordance with the laws of the Province of New Brunswick and the laws of Canada applicable therein.

12.4 Any provision of this Agreement which is determined to be void, prohibited or unenforceable shall be severable without invalidating, limiting or impairing the remaining provisions of this Agreement.

12.5 Time shall in all respects be of the essence hereof, provided that the time for doing or completing of any matter provided for herein may be extended or abridged in accordance with the terms of this Agreement or by an agreement in writing signed by the Vendor and the Purchaser or by their respective Solicitors who are hereby expressly appointed in this regard.

12.6 Neither the Vendor nor the Purchaser shall assign any of the obligations and rights under this Agreement without the prior written consent of the other Party.

12.7 This Agreement shall enure to the benefit of and be binding upon the Parties hereto and their respective heirs, successors and assigns.

12.8 This Agreement shall be read with all changes of gender or number required by the context.

12.9 The Parties acknowledge that they have read this Agreement in its entirety. The Parties further acknowledge that they understand the terms and conditions herein contained and acknowledge that they have had the opportunity to obtain independent legal advice prior to signing this Agreement.

12.10 The Vendor and the Purchaser shall from time to time, and at all times, do or cause to be done, such further acts and execute and deliver, or cause to be executed and delivered, such further documents as shall be required in order for the Vendor and the Purchaser to fully comply with the requirements in respect to any HST imposed under any applicable legislation.

12.11 The Purchaser shall pay and be liable for all transfer taxes and other taxes applicable to or resulting from the transactions contemplated hereby, together with all filing, registration or recording charges or fees payable in connection with the filing or registration of any deeds, transfers of land or other documents executed and delivered hereunder, excluding any income tax payable by the Vendor.

REMAINDER OF PAGE INTENTIONALLY LEFT BLANK

PARTIES TO SIGN ON THE FOLLOWING PAGE

IN WITNESS WHEREOF the Vendor and the Purchaser have signed this Agreement as herein provided on the dates herein below written.

In Witness Whereof this Agreement has been
been
signed by the Vendor on _____, 2022.
2022.

In Witness Whereof this Agreement has
signed by the Purchaser on _____,

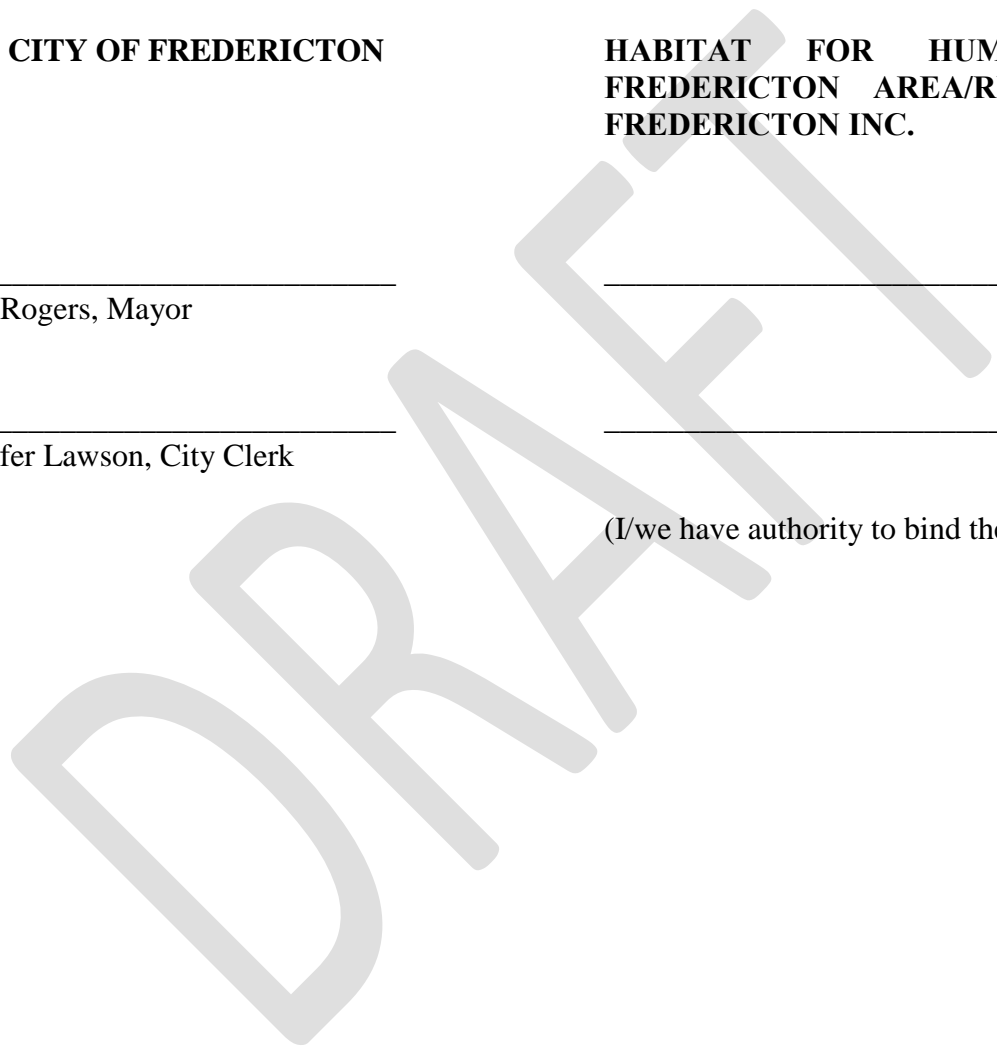
THE CITY OF FREDERICTON

**HABITAT FOR HUMANITY –
FREDERICTON AREA/REGION DE
FREDERICTON INC.**

Kate Rogers, Mayor

Jennifer Lawson, City Clerk

(I/we have authority to bind the corporation)



Schedule "A"

The Lot



The Structure



PROVINCE OF NEW BRUNSWICK

COUNTY OF YORK

AFFIDAVIT OF CORPORATE EXECUTION

I, **Jennifer Lawson**, of the City of Fredericton, in the County of York and Province of New Brunswick, **MAKE OATH AND SAY AS FOLLOWS:**

1. That I am the City Clerk of the City of Fredericton, one of the Parties named in the foregoing instrument and as such I have personal knowledge of the matters herein deposed to.
2. That the seal affixed to the foregoing instrument purporting to be the seal of the City of Fredericton is the Corporate Seal of the City of Fredericton and was so affixed by order of the City Council.
3. That the signature “Kate Rogers” subscribed to the foregoing instrument is the signature of Kate Rogers, the Mayor of the City of Fredericton, and the signature “Jennifer Lawson” subscribed thereto is my signature.
4. That the Mayor and City Clerk are the officers of the City of Fredericton duly authorized to execute the foregoing instrument.
5. That The City of Fredericton is a municipal corporation and has no share capital.

SWORN TO BEFORE ME at the)
 City of Fredericton, in the County)
 of York and Province of New)
 Brunswick, this ____ day of)
 _____, 2022.)

 Alexa Donovan)
 A Commissioner of Oaths)
 My Commission Expires)
 December 31, 2026)

 Jennifer Lawson