

RESORT MUNICIPALITY OF WHISTLER

HOUSING AGREEMENT BYLAW (1475 MOUNT FEE ROAD) NO. 2422, 2024

**A BYLAW TO AUTHORIZE THE MUNICIPALITY TO ENTER INTO A HOUSING AGREEMENT
UNDER S. 483 OF THE *LOCAL GOVERNMENT ACT***

WHEREAS the Owner of land located at 1475 Mount Fee Road and more particularly described as:

PID: 031-508-545

LOT 5 DISTRICT LOT 8073 GROUP 1 NEW WESTMINSTER DISTRICT PLAN EPP111931 (the
"Land");

wishes to develop affordable employee housing on the Land;

AND WHEREAS the Municipality and the Owner wish to enter into an affordable employee housing agreement and covenant to replace the existing agreement registered on title under charge number CA892542 (the "Existing Housing Agreement");

NOW THEREFORE the Council of the Resort Municipality of Whistler, in open meeting assembled,
ENACTS AS FOLLOWS:

CITATION

1. This Bylaw may be cited for all purposes as "Housing Agreement Bylaw (1475 Mount Fee Road) No. 2422, 2023".

AUTHORIZATION OF HOUSING AGREEMENT

2. Council hereby authorizes the Municipality to enter into a housing agreement with the Owner in respect of the Land in the form attached to this Bylaw as Schedule A (the "New Housing Agreement").
3. The Mayor and the Corporate Officer are authorized to execute the New Housing Agreement and the Municipal Clerk is authorized to sign and file in the Land Title Office a notice of the New Housing Agreement, as required by the *Local Government Act*.

CANCELLATION OF EXISTING HOUSING AGREEMENT

4. Council hereby authorizes the Municipality to cancel and terminate the Existing Housing Agreement concurrently with the execution and registration of the New Housing Agreement.
5. The Mayor and the Corporate Officer are authorized to execute a release of the Existing Housing Agreement and the Corporate officer is authorized to sign and file in the Land Title Office a notice of cancellation of the Existing Housing Agreement.

GIVEN FIRST, SECOND and THIRD READINGS this ___ day of _____, 2024.

ADOPTED this ____ day of _____, 2024.

Jack Crompton,
Mayor

Pauline Lysaght,
Corporate Officer

I HEREBY CERTIFY that this is a
true copy of "Housing Agreement
Bylaw (1475 Mount Fee Road) No.
2422, 2024".

SCHEDULE A
HOUSING AGREEMENT

TERMS OF INSTRUMENT – PART 2

HOUSING AGREEMENT AND SECTION 219 COVENANT (WITH RENT CHARGE AND INDEMNITY AND
OPTION/RFR)

This Agreement, dated for reference _____ is

BETWEEN:

RESORT MUNICIPALITY OF WHISTLER, 4325 Blackcomb Way, Whistler, BC V8E 0X5

(the “**Municipality**”)

AND:

WHISTLER 2020 DEVELOPMENT CORPORATION, Inc. No. BC0686310, PO BOX 278,
Whistler, BC V0N 1B0

(the “**Owner**”)

WHEREAS:

- A. Section 483 of the *Local Government Act* permits the Municipality to, by bylaw, enter into a housing agreement that may include terms and conditions regarding the occupancy of housing units identified in the agreement, including terms and conditions respecting the form of tenure, the availability of housing units to classes of persons, rents and lease, sale or share prices that may be charged, and the rates at which these may be increased over time.
- B. Section 219 of the *Land Title Act* permits the registration of a covenant of a negative or positive nature in favour of the Municipality that may include, among other things, provisions respecting the use of land or a building on land, that land is to be constructed in accordance with the covenant and that land is not to be subdivided or may only be subdivided in accordance with the covenant.
- C. The Owner is the registered owner of the Land (hereinafter defined).
- D. The Owner and the Municipality wish to enter into this Agreement to provide for affordable employee housing on the Land, as both a covenant under section 219 of the *Land Title Act* and a housing agreement under section 483 of the *Local Government Act*.

THIS AGREEMENT is evidence that in consideration of the payment of \$1.00 by the Municipality to the Owner, and other good and valuable consideration, the receipt and sufficiency of which the Owner hereby acknowledges, the Municipality and the Owner covenant and agree pursuant to section 483 of the *Local Government Act* and section 219 of the *Land Title Act* as follows:

PART I – DEFINITIONS

- 1. In this Agreement:

- a) **"Agreement"** means these Terms of Instrument – Part 2, the *Land Title Act* General Instrument – Part 1 to which these Terms of Instrument are attached, and all Schedules attached to these Terms of Instrument.
- b) **"CPI"** means the Consumer Price Index for Canada: all items, excluding eight of the most volatile components and the effect of changes in indirect taxes (CPIX) as determined by the Bank of Canada (or its successor in function), or, if that index is no longer published or available, a comparable index selected by the Municipality.
- c) **"Change in CPI"** means the percentage change (positive or negative) between:
 - (i) the CPI on the date of registration in the LTO of the transfer for the most recent sale of the Employee Unit; and
 - (ii) the CPI on the date of execution by the Owner and the purchaser of the contract of purchase and sale for the next sale of the Employee unit.

except that for first sale following the first transfer of the Employee Unit after issuance of an occupancy permit for the Employee Unit, the CPI applicable under paragraph (i) of this definition will be the CPI in effect on the date the purchaser pursuant to such first transfer entered into the contract under which they purchased the Employee Unit.
- d) **"Daily Amount"** means \$700.00 per day as of December 31, 2023 increased thereafter by the same percentage as the percentage increase, if any, in CPI from December 31, 2023 to January 1 of the calendar year of the applicable breach of this Agreement.
- e) **"Dwelling Unit"** means a residential dwelling unit located or to be located on the Land.
- f) **"Employee"** means an individual who is either employed or self-employed for an average of at least 30 hours per week on an annual basis by a Qualified Whistler Business and is a Canadian citizen or has Canadian permanent resident status or is legally entitled to work in Canada.
- g) **"Employee Unit"** means a Dwelling Unit that is used and occupied as the permanent residence of at least one Employee or Retiree.
- h) **"Gross Floor Area"** means the habitable floor area of a Dwelling Unit and includes enclosed sunrooms but does not include crawl spaces, open patios, open balconies, garages or parking spaces.
- i) **"Land"** means the land described in Item 2 of the General Instrument to which this Agreement is attached and which forms part of this agreement, and also includes any strata lot into which the Land may be Subdivided.
- j) **"LTO"** means the New Westminster Land Title Office or its successor.
- k) **"Maximum Price"** means:
 - (i) in respect of the sale of an Employee Unit to the person to whom the Employee Unit is first transferred following separate indefeasible title being raised in the

LTO for the Employee Unit, the Original Maximum Price;

- (ii) in respect of any sale of the Employee Unit after the initial transfer referred to in paragraph (i) of this definition: the sale price for the then most recent sale of the Employee Unit plus the product of that most recent sale price multiplied by the Change in CPI. Where the Change in CPI is negative or cannot be determined, the Maximum Price under this paragraph (ii) shall be the most recent sale price. The sample calculations set out in Schedule D attached hereto shall be used for the purposes of interpreting this definition of "Maximum price".

- l) **"Maximum Room Rental Rate"** means 50% of the maximum monthly rent for the Employee Unit in which the room being rented is located calculated in accordance with section 8(b) of this Agreement.
- m) **"Option/RFR"** means the right of first refusal and option to purchase granted or to be granted by the Owner to the Municipality in respect of the Employee Units in the form attached as Schedule E.
- n) **"Original Maximum Price"** means the Original Maximum Price specified in Schedule B for the Employee Unit.
- o) **"Original Maximum Rent"** means the Original Maximum Rent specified in Schedule B for the Employee Unit.
- p) **"Owner"** means the person identified as "Owner" above and any subsequent person registered in the LTO as entitled to the fee simple of the Land, including where the Land is a strata lot.
- q) **"Qualified Person"** means an Employee or Retiree who does not own, either directly or indirectly through a trust, business asset or otherwise, any interest in real property anywhere in the world from the time that such person applies to WHA for the Employee Unit, or enters into contract to purchase the Employee Unit if not through WHA, until such person completes the purchase of the Employee Unit, unless:
 - (i) The purchaser is underhoused in their primary residence whereby:
 - A. A single individual or couple owns a dwelling in Whistler, which they reside in as their primary residence, and it is less than 400 square feet,
 - B. A couple or single parent with one or more children owns a dwelling in Whistler, which they reside in as their primary residence, and it is less than 850 square feet.
 - or
 - (ii) The purchaser's real estate they own is located in Squamish or Pemberton and is occupied at all times as their primary residence.
- r) In the case where a purchaser qualifies under section (i) or (ii) above, if the purchaser buys an Employee Unit the purchaser must sell their other residential real estate no later than six months after occupying the Employee Unit or as may otherwise be acceptable

to the Municipality in its sole discretion.

- s) **“Qualified Whistler Business”** means an individual, partnership or incorporated body, with one or more employees, which operates a business that:
 - (i) Is operated at premises located either within the boundaries of the Resort Municipality of Whistler or at the Whistler Olympic Park;
 - (ii) Holds a valid business license from the Municipality that is not a “non-resident” business license or is exempt from business licensing requirements;
 - (iii) Is a permitted use of the business premises under the Municipality’s zoning bylaw;
 - (iv) Primarily serves Resort Municipality of Whistler residents, homeowners, businesses or tourists; and
 - (v) In the case of a home-based or mobile business, derives more than 75% of its business income from Resort Municipality of Whistler residents, homeowners, businesses or tourists.
- t) **“Retiree”** means an individual who (i) is at least 55 years of age and (ii) who has ceased full-time employment (such that they work less than 30 hours per week) and was an Employee for at least 10 of the 12 years immediately preceding the date on which the individual ceased full-time employment and (iii) is a Canadian citizen or has Canadian permanent resident status (iv) since ceasing full-time employment has continued to reside in Whistler, Squamish or Pemberton on a permanent basis.
- u) **“Sale Price”** means the gross sale price for the Employee Unit, plus any goods and services tax and including any fee paid to obtain home warranty insurance under the *Homeowner Protection Act*, but without customary vendor-purchaser adjustments such as for rent, strata fees, property taxes, utilities and real estate commission.
- v) **“Subdivide”** means to divide, apportion, consolidate or subdivide the Land, or the ownership or right to possession or occupation of the Land into two or more lots, strata lots, parcels, parts, portions or shares, whether by plan, descriptive words or otherwise, under the *Land Title Act*, the *Strata Property Act*, or otherwise, and includes the creation, conversion, organization or development of “cooperative units” or “shared interests in land” as defined in the *Real Estate Act*.
- w) **“Tenancy Agreement”** means a written agreement between the Owner and an individual providing the individual with a right to occupy and possession of the Employee Unit.
- x) **“Tenant”** means a tenant under a Tenancy Agreement.
- y) **“Whistler Housing Authority”** or **“WHA”** means Whistler Housing Authority Ltd., or its successor in function as the Municipality may designate from time to time.

PART II – SUBDIVISION, USE OF LAND AND CONSTRUCTION OF EMPLOYEE UNITS

2. The Owner covenants and agrees with the Municipality as follows:
 - a. the Land may only be developed with two multi-residential buildings, containing a total of 104 Dwelling Units;
 - b. the Land must not be Subdivided except that one or both of the two multi-residential buildings that may be developed on the Land may be Subdivided by the deposit of a strata plan creating separate indefeasible titles for each of the Dwelling Units in the building;
 - c. no Dwelling Unit on the Land may be used or occupied except as an Employee Unit, and for clarity this use, and occupancy restriction applies to a Dwelling Unit that is a strata lot;
 - d. the use of every Dwelling Unit on the Land is for rental tenure only, except that in the event of financial hardship and with the prior written approval of the Municipality, not to be unreasonably withheld, the Owner may sell the Dwelling Units and associated Land in accordance with the terms of this Agreement as Owner occupied Dwelling Units, and subject to the Option/RFR;
 - e. the Owner will meet or exceed the construction standards for Employee Units as specified by the Municipality in a development permit issued by the Municipality in respect of development on the Land; and
 - f. the Owner will do everything necessary, at the Owner's expense, to ensure that this Agreement is registered against title to the Land in priority to all financial charges and encumbrances which may have been registered or are pending registration against title to the Land.

PART III – USE AND OCCUPANCY OF EMPLOYEE UNITS

3. **Relatives and Spouses, Room Rental** – In addition to the Employee or Retiree who occupies the Employee Unit:
 - a. one or more additional individuals may also occupy an Employee Unit but only as a single domestic unit with an Employee or Retiree and only if the additional individual is either related by blood, marriage, adoption, common law marriage or foster parenthood to such Employee or Retiree or cohabites with them in a spousal relationship; and
 - b. an Employee or Retiree may rent one room in an Employee Unit pursuant to a Tenancy Agreement at a rent not to exceed the Maximum Room Rental Rate and the provisions of this Agreement applicable to the rental of the Employee Unit, and to the occupancy of an Employee Unit, shall apply to such room rental.
4. **Occupancy Limit** – The number of individuals occupying the Employee Unit shall not exceed the number of individuals the Municipality's Building Inspector determines may reside in the Employee Unit given the number and size of bedrooms in the Employee Unit and any applicable standards and requirements contained in any bylaws of the Municipality.
5. **Statutory Declarations** – Within thirty days following the Municipality's request from time to time, the Owner of an Employee Unit will deliver to the Municipality a statutory declaration in respect of

the Employee Unit made by the Owner, substantially in the form attached as Schedule C and containing all of the information required to complete the statutory declaration, together with any evidence the Municipality may request under the next following section. The Owner hereby irrevocably authorizes the Municipality to make such inquiries as it considers necessary and reasonable in order to confirm that the Owner is complying with this Agreement, and irrevocably authorizes and directs the recipient of such a request for information from the Municipality to provide the requested information to the Municipality.

6. **Additional Evidence** – The Municipality may require upon request supporting evidence in support of a statutory declaration under the preceding section, including copies or certified copies of any of the following:
 - a. Letter of employment from a Qualified Whistler Business,
 - b. ICBC vehicle insurance and registration,
 - c. Government-issued personal identification, including driver's license, BCID card, British Columbia Services Card, Home Owner's Grant,
 - d. income tax returns and notices of assessment,
 - e. wills, grants of probate, or grants of administration,
 - f. pay statements or records of employment,
 - g. verification of educational enrolment,
 - h. separation agreements,
 - i. insurance certificates for homeowners or tenants insurances
7. **Hardship Relief from Occupancy Requirements** - If the Owner of an Employee Unit cannot comply with the occupancy requirements of this Agreement in relation to the Employee Unit for reasons of hardship, the Owner may request in writing that the Municipality alter the Owner's obligations under this Agreement with respect to the Employee Unit, but no such request may be made later than 30 days after the Municipality has delivered to the Owner a notice of breach of this Agreement. The request must set out the circumstances of the hardship and the reasons why the Owner cannot comply with the occupancy restrictions. For clarity, whether or not to grant relief to the Owner pursuant to a request under this section shall be in the Municipality's sole discretion, the Municipality is under no obligation to grant any relief under this section and nothing in this section shall affect the Municipality's rights and remedies in respect of this Agreement.

PART IV – RENTAL OF EMPLOYEE UNITS

8. **Tenancy Agreement** – Except when it is required to be occupied by an Owner under section 15, an Employee Unit may only be occupied pursuant to a Tenancy Agreement, and subject to the following further conditions:
 - a. **Monthly Rent** – rent for an Employee Unit must be payable on a monthly basis;
 - b. **Maximum Rent** – the total monthly rent payable for an Employee Unit must not exceed the Original Maximum Rent for the Employee Unit, except that rent may be increased as follows:

- (i) from the date this Agreement is registered in the LTO to the date on which a Tenancy Agreement is first entered into for the Employee Unit, by an amount that does not exceed the percentage increase in rent allowed under the *Residential Tenancy Act*;
 - (ii) during the term of a Tenancy Agreement in respect of the Employee Unit, in accordance with the *Residential Tenancy Act*, and;
 - (iii) otherwise, by an amount not greater than the annual rent increase allowable under the Residential Tenancy Act if the rent payable had been increased by the maximum amount allowable during the term of a Tenancy Agreement beginning on the date this Agreement was registered in the LTO.
 - c. **Extra Charges** – the Owner may not require any occupant to pay any extra charges or fees for use of any common property, limited common property or other common area, or for sanitary sewer, storm sewer, water utilities, common area electricity, strata fees or levies or property taxes, provided that, for clarity, this section does not apply to charges for metered electricity for an Employee Unit, cablevision, telephone, or other telecommunications, and further that the Owner may charge up to an additional \$100.00 per month for a parking stall, and provided further that the extra charges allowed under this section may be increased by CPI. in the same manner as monthly rent may be increased under section 8(b);
 - d. **Storage and Garage Not Habitable Space** – storage areas and garage space shall not be habitable space or rented as such;
 - e. **Attach this Agreement** – a copy of this Agreement must be attached to the Tenancy Agreement;
 - f. **Tenant to Comply** – the Tenancy Agreement must include a clause requiring the Tenant to comply with the use and occupancy restrictions contained in this Agreement;
 - g. **Termination for Agreement Contravention** – the Tenancy Agreement must include a clause entitling the Owner to terminate the Tenancy Agreement in accordance with the *Residential Tenancy Act* if the Tenant uses or occupies, or allows use or occupation of, the Employee Unit in contravention of this Agreement;
 - h. **Identified Occupants** – the Tenancy Agreement must identify all occupants of the Employee Unit, and must stipulate that anyone not identified in the Tenancy Agreement will be prohibited from residing at the Employee Unit for more than 30 consecutive days in any calendar year;
 - i. **Absentee Tenants** – the Tenancy Agreement must provide that the Owner may terminate the Tenancy Agreement if the Tenant remain absent from the Employee Unit for three consecutive months or longer;
 - j. **No Sublease** – the Tenancy Agreement must provide that the Tenant will not sublease the Employee Unit or assign the Tenancy Agreement; and
 - k. **Copy to Municipality** – the Owner must deliver a copy of the Tenancy Agreement to the Municipality upon demand.
9. **Tenancy Agreement Termination for Tenant Contravention** – The Owner of an Employee Unit

must terminate a Tenancy Agreement for the Employee Unit where the Tenant uses or occupies, or allows use or occupation of the Employee Unit in contravention of this Agreement or the Tenancy Agreement, such termination to be in accordance with the terms of the Tenancy Agreement and the *Residential Tenancy Act* (British Columbia).

10. **Tenancy Agreement Term & Termination Notice** – If this Agreement requires the Owner of the Employee Unit to occupy the Employee Unit for at least six months plus one day in a calendar year, the Tenancy Agreement shall be a fixed term tenancy agreement ending so as to enable the Owner to occupy the Employee Unit when required by this Agreement and the Owner of the Employee Unit shall provide notice to the Tenant ending the tenancy sufficiently in advance of the date specified in the Tenancy Agreement for the end of the tenancy so as to enable the Owner to end the tenancy on that date in accordance with the requirements of the *Residential Tenancy Act* (British Columbia);
11. **Tenancy Agreement Termination for Owner Occupancy** – The Owner of the Employee Unit shall provide notice to the Tenant ending a tenancy under a Tenancy Agreement for the Employee Unit sufficiently in advance of the date specified in the Tenancy Agreement for the end of the tenancy so as to enable the Owner to end the tenancy on that date in accordance with the requirements of the *Residential Tenancy Act* (British Columbia) so as to enable the Owner to occupy the Employee Unit when required by this Agreement.
12. **Screening Tenants** – The Owner will be solely responsible for screening prospective tenants to determine whether or not they qualify to occupy the Employee Unit in accordance with this Agreement notwithstanding that the Employee Unit may be rented to someone from the Whistler Housing Authority tenancy list. In addition, the Municipality and Whistler Housing Authority are not responsible for, and make no representation to the Owner regarding, the suitability of any prospective tenant on the Whistler Housing Authority's tenancy list.

PART V – SALE, TRANSFER AND OWNER OCCUPANCY OF EMPLOYEE UNITS

13. **Purchasers** – An Employee Unit may not be sold or otherwise transferred except to a Qualified Person and except in accordance with the terms and conditions of this Agreement, the Option/RFR and the resale policies of Whistler Housing Authority, which may include a requirement that the Owner first make efforts to sell the Employee Unit to a Qualified Person on the Whistler Housing Authority Qualified Person list before being permitted to sell to a Qualified Person not on that list.

13.1 Exceptions for certain transfers – Section 13 does not apply in the case of a transfer to a single purchaser of the fee simple interest in every strata lot that is subject to this Agreement.

14. **Sale Price Limits** – An Employee Unit may not be sold or otherwise transferred for a sale price that exceeds the Maximum Price for the Employee Unit, and in the case of a transfer of the Land before any subdivision or a single transfer of all Employee Units that are subject to this Agreement, the price must not exceed the sum of the Maximum Prices for all the Employee Units.
15. **Owner Occupancy Requirement** – At all times after the transfer of an Employee Unit to a Qualified Person, at least one Employee or Retiree who occupies the Employee Unit must be the Owner of the Employee Unit and the Owner must occupy the Employee Unit for at least six months plus one day in each calendar year, except that:
 - a. The Owner may rent the Employee Unit in accordance with the requirements of this Agreement

for up to six months less one day in each calendar year and shall rent the Employee Unit in accordance with the requirements of this Agreement during those periods when the Owner is not occupying the Employee Unit; or

- b. If the Owner is unable, despite using documented best efforts, to rent the Employee Unit in accordance with the requirements of this Agreement for the period required by paragraph (a) of this section, the Owner may, with Whistler Housing Authority's prior written approval, leave the Employee Unit vacant for up to six months less one day in each calendar year rather than renting it during that period as permitted by paragraph (a) of this section.

The Owner may apply to the Whistler Housing Authority to extend a period of rental or vacancy under paragraph (a) or (b) of this section and on such application Whistler Housing Authority may, in its sole discretion, authorize such an extension and any such authorization shall only be effective if it is express and made in writing.

15.1 When an Employee Unit is occupied pursuant to section 15 by at least one Employee or Retiree who is an Owner of the Employee Unit, the requirements for occupancy pursuant to a Tenancy Agreement under Part IV apply only to the rental of a room within the Employee Unit as contemplated in section 3(b).

16. **Death of Owner** – Despite anything to the contrary, in the event of the death of the Owner of the Employee Unit, the Employee Unit may be transferred from the Owner's estate to the Owner's spouse or a child of the Owner who is at least 19 years old, provided that such spouse or child is a Qualified Person, without having to first make efforts to sell the Employee Unit to a Qualified Person on the Whistler Housing Authority's Qualified Person list. In addition, if the Owner dies without a spouse, but has a child younger than 19 years old, the Municipality may, in its sole discretion, approve of a transfer to another family member or the child's legal guardian, even though not a Qualified Person, who may occupy the Employee Unit with the child, on such terms and conditions as the Municipality may consider necessary to achieve the intent of this Agreement. If, and for so long as, title in the LTO to the Employee Unit remains in the name of a deceased owner, the executor of the deceased owner's estate may request that the Municipality permit occupancy of the Employee Unit on a rental basis in accordance with the requirements of this Agreement and the Municipality may, in its sole discretion, approve of such an arrangement, on such terms and conditions as the Municipality may consider necessary to achieve the intent of this Agreement.
17. **Transfer to Child as Co-Owner** – If an Owner's child is at least 19 years old and a Qualified Person, the Owner may add the name of the child on to title of the Employee Unit in the LTO.
18. **Lender as Owner** – For the purposes of this section, the following terms have the following meanings:

"Lender", "Efforts to Sell" and "Bona Fide Offer" have the meanings given to them in the Option/RFR.

Notwithstanding any other provision of this Agreement, if the Owner is a Lender and has for a period of at least 120 days made Efforts to Sell the Employee Unit, but, despite such Efforts to Sell, has been unable to enter into a Bona Fide Offer or to sell the Employee Unit to the Municipality, the Municipality agrees that upon such Owner providing the Municipality with evidence of such Efforts to Sell satisfactory to the Municipality, acting reasonably, the Municipality will execute and deliver to such Owner a complete discharge of this Agreement

and the Option/RFR in respect of that Employee Unit, in registrable form.

19. **Capital Improvements** – If the Owner of the Employee Unit has made capital improvements to the Employee Unit that required the issuance of a building permit by the Municipality, then the Municipality may, in its sole discretion, permit the Owner to increase the sale price for the Employee Unit at the time of resale up to an amount commensurate with the value of the capital improvements. To assist the Municipality in determining the value of the capital improvements, the Owner must provide receipts and invoices for the completed work to the Municipality. If the Owner is dissatisfied with the value of the improvements as determined by the Municipality, the Owner may, at its expense, engage a Quantity Surveyor to establish the value of such improvements, but the Municipality will in no way be bound by the value established by the Quantity Surveyor, and the Municipality will, in its sole discretion, determine the permitted increase, if any, in the sale price. For greater certainty, the Municipality will not permit any increase in the sale price for improvements that have been made without a building permit issued by the Municipality.

20. **PART VI - DEMOLITION OF EMPLOYEE UNIT**

21. The Owner of the Employee Unit will not demolish the Employee Unit or authorize its demolition unless:
- a. the Owner has obtained the written opinion of a professional engineer or architect who is at arm's length to the Owner that it is no longer reasonable or practical to repair or replace any structural component of the Employee Unit, and the Owner has delivered to the Municipality a copy of the engineer's or architect's report; or
 - b. the Employee Unit is damaged or destroyed, to the extent of 40% or more of its value above its foundations, as determined by the Municipality in its sole discretion, acting reasonably, and
 - c. a demolition permit for the Employee Unit has been issued by the Municipality (unless the Employee Unit has already been destroyed by an accident, act of God, or sudden and unanticipated force) and the Employee Unit has been demolished under that permit.

For clarity, following any such demolition, this Agreement shall continue to apply to the Land and the Employee Unit, except to the extent this Agreement is modified by execution of a written modification agreement authorized by bylaw of the Municipality in accordance with section 483 of the *Local Government Act*.

PART VII - DEFAULT AND REMEDIES, RENT CHARGE

22. **Rent Charge Calculation** – The Owner acknowledges that the Municipality requires employee housing to attract employees to work for local businesses and that these businesses generate tax and other revenue for the Municipality and economic growth for the community. The Owner therefore agrees that, in addition to any other remedies available to the Municipality under this Agreement or at law or equity, if the Employee Unit is used or occupied in breach of this Agreement or rented at a rate in excess of that permitted under this Agreement, or if the Owner does not remit a Statutory Declaration requested by the Municipality, the Owner will pay, as a rent charge under the next following section, the Daily Amount to the Municipality for each day of the

breach of this Agreement. The Daily Amount is due and payable immediately upon receipt by the Owner of an invoice from the Municipality for the same.

23. **Rent Charge for Amounts Owed to Municipality** – The Owner hereby grants to the Municipality a rent charge under Section 219 of the *Land Title Act* (British Columbia), and at common law, securing payment by the Owner to the Municipality of any amount payable by the Owner pursuant to this Agreement. The Owner agrees that the Municipality, at its option, may enforce payment of such outstanding amount in a court of competent jurisdiction as a contract debt, by an action for and order for sale, by proceedings for the appointment of a receiver, or in any other method available to the Municipality in law or in equity.
24. **Rent Charge for Excess Sale Price** – If the Employee Unit is sold for a sale price exceeding the Maximum Price, the Owner of the Employee Unit will pay the excess amount to the Municipality, as a rent charge under the preceding section, within 30 days after written demand is made by the Municipality. The amount remaining unpaid after the 30 days will bear interest at 10 percent calculated from the due date until the date paid, compounded annually not in advance.

PART VIII - GENERAL

25. Interpretation – In this Agreement:
 - a. reference to the singular and masculine includes a reference to the plural, feminine and body corporate, and vice versa, unless the context requires otherwise;
 - b. article and section headings have been inserted for ease of reference only and are not to be used in interpreting this Agreement;
 - c. if a word or expression is defined in this Agreement, other parts of speech and grammatical forms of the same word or expression have corresponding meanings;
 - d. reference to any enactment includes any regulations, orders or directives made under the authority of that enactment;
 - e. reference to any enactment is a reference to that enactment as consolidated, revised, amended, re-enacted or replaced, unless otherwise expressly provided;
 - f. time is of the essence;
 - g. all provisions are to be interpreted as always speaking;
 - h. reference to a "day", "month", "quarter" or "year" is a reference to a calendar day, calendar month, calendar quarter or calendar year, as the case may be, unless otherwise expressly provided; and
 - i. where the word "including" is followed by a list, the contents of the list are not intended to circumscribe the generality of the expression preceding the word "including".

Notice of Housing Agreement

26. The Owner acknowledges and agrees that:

- a. this Agreement constitutes a covenant under Section 219 of the *Land Title Act* and a housing agreement entered into under section 483 of the *Local Government Act*; and
- b. where an Employee Unit is a separate legal parcel, the Municipality will file a notice of housing agreement under section 483 of the *Local Government Act* in the LTO against title to the Employee Unit; and
- c. where Employee Units are not separate legal parcels, or have not yet been constructed, or where the land has not yet been Subdivided to create the Employee Units, the Municipality will file a notice of housing agreement under section 483 of the *Local Government Act* in the LTO against title to the Land.

Management and Repair

27. The Owner of the Employee Unit shall:
- a. furnish good and efficient management of the Employee Unit or, if required by the Municipality, in its sole discretion, hire a person with the skill and expertise to provide good and efficient management of the Employee Unit;
 - b. maintain the Employee Unit in a satisfactory state of repair and fit for habitation and will comply with all laws, including health and safety standards applicable to the Land and the Employee Unit;
 - c. permit representatives of the Municipality to inspect the Employee Unit at any reasonable time, subject, if applicable, to the Owner giving notice to any Tenant pursuant to the provisions for landlord entry in the *Residential Tenancy Act*.

Indemnity

28. The Owner will indemnify and save harmless the Municipality and Whistler Housing Authority and each of their elected officials, officers, directors, and employees and agents, and their heirs, executors, administrators, personal representatives, successors and assigns, from and against all claims, demands, actions, loss, damage, costs and liabilities, which all or any of them will or may be liable for or suffer or incur or be put to by reason of or arising out of:
- a. any act or omission or negligence of the Owner, or its officers, directors, employees, agents, contractors, tenants, invitees, or other persons for whom at law the Owner is responsible;
 - b. the Owner's ownership, occupation, lease, operation, management, or financing of the or the Employee Unit; or
 - c. any act or omission of the Municipality or any of its elected officials, board members, officers, directors, employees, agents, or contractors in carrying out or enforcing this Agreement, except where such act or omission constitutes a breach of this Agreement by the Municipality or by any other person for whom at law the Municipality is responsible.

Release

29. The Owner by this Agreement releases and forever discharges the Municipality and Whistler Housing Authority and each of their elected officials, officers, directors, employees and agents, and their heirs, executors, administrators, personal representatives, successors and assigns, from and against all claims, demands, damages, actions, or causes of action by reason of or arising out of or connected to the Land or the Employee Unit, including advice or direction respecting the ownership, lease, operation or management of the Land or the Employee Unit which has been or at any time after the commencement of this Agreement may be given to the Owner by all or any of them.

Powers Unaffected

30. This Agreement does not:
- a. affect or limit the discretion, rights, duties or powers of the Municipality under any enactment or at common law, including in relation to the use or subdivision of the Land or the Employee Unit;
 - b. impose on the municipality any legal duty or obligation, including any duty of care or contractual or other legal duty or obligation, to enforce this Agreement;
 - c. affect or limit any enactment relating to the use or subdivision of the Land or the Employee Unit; or
 - d. relieve the Owner from complying with any enactment, including in relation to the use or subdivision of the Land or the Employee Unit.

Benefit to Municipality

31. The Owner and the Municipality agree that:
- a. this Agreement is entered into only for the benefit of the Municipality;
 - b. this Agreement is not intended to protect the interests of the Owner, any tenant, or any future owner, lessee, occupier or user of the Land or the Employee Unit;
 - c. the Municipality may at any time execute a release and discharge of this Agreement, without liability to anyone for doing so, and without obtaining the consent of the Owner.

No Public Law Duties

32. Where the Municipality is required or permitted by this Agreement to form an opinion, exercise a discretion, express satisfaction, make a determination or give its consent, the Owner agrees that the Municipality is under no public law duty of fairness or natural justice in that regard and agrees that the Municipality may do any of those things in the same manner as if it were a private party and not a public body.

Notices

33. Any notice to be given to a party pursuant to this Agreement will be sufficiently given if delivered to the postal address of Owner set out in the records at the LTO, and in the case of the Municipality addressed:

To: Corporate Officer, Resort Municipality of Whistler
4325 Blackcomb Way, Whistler, BC, V8E 0X5

And to: Whistler Housing Authority Ltd.,
325-2400 Dave Murray Place, Whistler, BC, V8E 0M3

or to the most recent postal address provided in a written notice given by one party to the other. Any notice which is delivered is to be considered to have been given on the first day after it is dispatched for delivery, if delivered by hand, or on the third day after it is dispatched for delivery, if delivered by mail.

Inurement

34. This Agreement will extend to and be binding upon and inure to the benefit of the parties hereto, notwithstanding any rule of law or equity to the contrary.

Severance

35. If any provision of this Agreement is found to be invalid or unenforceable, such provision or any part thereof will be severed from this Agreement and the resultant remainder of this Agreement will remain in full force and effect.

Remedies Cumulative, Waivers

36. All remedies of the Municipality will be cumulative and may be exercised by the Municipality in any order or concurrently in case of any breach by the Owner and each remedy may be exercised any number of times with respect to each breach. Waiver of or delay in the Municipality exercising any or all remedies will not prevent the later exercise of any remedy for the same breach or any similar or different breach.

Entire Agreement

37. This Agreement constitutes the entire Agreement between the Owner and the Municipality respecting the subject matter of this Agreement.

Further Assurances

38. Upon request by the Municipality the Owner will forthwith do such acts and execute such documents as may be reasonably necessary in the opinion of the Municipality to give effect to this Agreement.

Runs With Land

39. This Agreement burdens and runs with, and binds the successors in title to, the Employee Unit.

Remedies

40. The Owner acknowledges and agrees that damages would be an inadequate remedy for the Municipality for breach of this Agreement and that the public interest strongly favours specific performance, injunctive relief (mandatory or otherwise), or other equitable relief, and/or the exercise by the Municipality of the Option/RFR, and/or enforcement of the rent charge pursuant to section 23, as remedies for a default by the Owner under this Agreement.

No Agency

41. Nothing in this Agreement will constitute the Owner as the agent, joint venturer, or partner of the Municipality or give the Owner any authority to bind the Municipality in any way.

Governing Law

42. The laws of British Columbia will apply to this Agreement and all statutes referred to herein are enactments of the Province of British Columbia.

Contract and Deed

43. By executing and delivering this Agreement the Owner intends to create both a contract and a deed executed and delivered under seal.

SCHEDULE A BUILDING FLOOR PLANS

Building 1 (Southern Building)



1 Level 1 Floor Plan
SCALE: 1/8" = 1'-0"



2 Level 2 Floor Plan
SCALE: 1/8" = 1'-0"

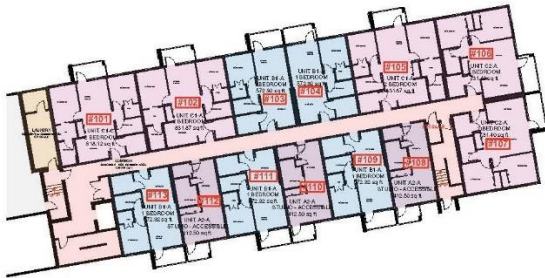


3 Level 3 Floor Plan
SCALE: 1/8" = 1'-0"

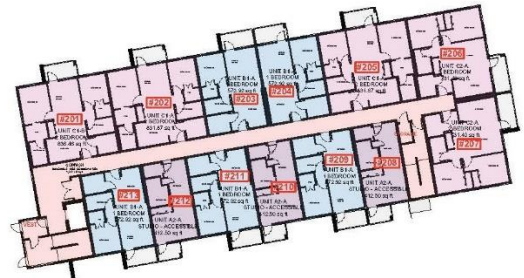


4 Level 4 Floor Plan
SCALE: 1/8" = 1'-0"

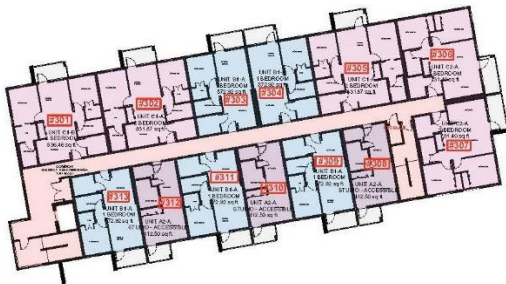
Building 2 (Northern Building)



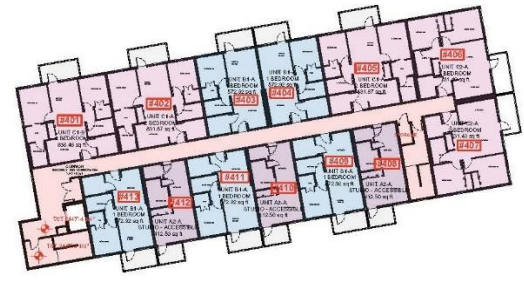
1 Level P1 Floor Plan
SCALE 1/8\"/>



2 Level 1 Floor Plan
SCALE 1/8\"/>



3 Level 2 Floor Plan
SCALE 1/8\"/>



4 Level 3 Floor Plan
SCALE 1/8\"/>

SCHEDULE B
TABLE WITH ORIGINAL MAXIMUM PRICE AND RENT FOR EACH UNIT

Building	Unit #	Unit Type	Unit Size (square feet)	Original Maximum Rent	Original Maximum Price (\$642.98 per square foot)
Building 1 (Southern Building)	101	Studio	412.50	\$2,009.09	\$265,228.82
	102	1 BR	572.92	\$2,437.24	\$368,375.50
	103	Studio	412.50	\$2,009.09	\$265,228.82
	104	1 BR	572.92	\$2,437.24	\$368,375.50
	105	Studio	412.50	\$2,009.09	\$265,228.82
	106	1 BR	572.92	\$2,437.24	\$368,375.50
	107	3 BR	958.56	\$4,093.00	\$616,333.90
	108	3 BR	958.56	\$4,093.00	\$616,333.90
	109	2 BR	831.87	\$3,400.00	\$534,874.90
	110	1 BR	572.92	\$2,437.24	\$368,375.50
	111	1 BR	572.92	\$2,437.24	\$368,375.50
	112	2 BR	831.87	\$3,400.00	\$534,874.90
	113	2 BR	836.46	\$3,400.00	\$537,826.17
	201	Studio	412.50	\$2,009.09	\$265,228.82
	202	1 BR	572.92	\$2,437.24	\$368,375.50
	203	Studio	412.50	\$2,009.09	\$265,228.82
	204	1 BR	572.92	\$2,437.24	\$368,375.50
	205	Studio	412.50	\$2,009.09	\$265,228.82
	206	1 BR	572.92	\$2,437.24	\$368,375.50
	207	3 BR	958.56	\$4,093.00	\$616,333.90
	208	3 BR	958.56	\$4,093.00	\$616,333.90
	209	2 BR	831.87	\$3,400.00	\$534,874.90
	210	1 BR	572.92	\$2,437.24	\$368,375.50
	211	1 BR	572.92	\$2,437.24	\$368,375.50
	212	2 BR	831.87	\$3,400.00	\$534,874.90
	213	2 BR	836.46	\$3,400.00	\$537,826.17
	301	Studio	412.50	\$2,009.09	\$265,228.82
	302	1 BR	572.92	\$2,437.24	\$368,375.50
	303	Studio	412.50	\$2,009.09	\$265,228.82
	304	1 BR	572.92	\$2,437.24	\$368,375.50
	305	Studio	412.50	\$2,009.09	\$265,228.82
	306	1 BR	572.92	\$2,437.24	\$368,375.50
	307	3 BR	958.56	\$4,093.00	\$616,333.90
	308	3 BR	958.56	\$4,093.00	\$616,333.90
	309	2 BR	831.87	\$3,400.00	\$534,874.90
	310	1 BR	572.92	\$2,437.24	\$368,375.50
	311	1 BR	572.92	\$2,437.24	\$368,375.50
	312	2 BR	831.87	\$3,400.00	\$534,874.90
	313	2 BR	836.46	\$3,400.00	\$537,826.17
	401	Studio	412.50	\$2,009.09	\$265,228.82
	402	1 BR	572.92	\$2,437.24	\$368,375.50
	403	Studio	412.50	\$2,009.09	\$265,228.82
	404	1 BR	572.92	\$2,437.24	\$368,375.50
	405	Studio	412.50	\$2,009.09	\$265,228.82
	406	1 BR	572.92	\$2,437.24	\$368,375.50
	407	3 BR	958.56	\$4,093.00	\$616,333.90
	408	3 BR	958.56	\$4,093.00	\$616,333.90

	409	2 BR	831.87	\$3,400.00	\$534,874.90
	410	1 BR	572.92	\$2,437.24	\$368,375.50
	411	1 BR	572.92	\$2,437.24	\$368,375.50
	412	2 BR	831.87	\$3,400.00	\$534,874.90
	413	2 BR	836.46	\$3,400.00	\$537,826.17

Building	Unit #	Unit Type	Unit Size (square feet)	Original Maximum Rent	Original Maximum Price (\$642.98 per square foot)
Building 2 (Northern Building)	101	2 BR	836.46	\$3,400.00	\$537,826.17
	102	2 BR	831.87	\$3,400.00	\$534,874.90
	103	1 BR	572.92	\$2,437.24	\$368,375.50
	104	1 BR	572.92	\$2,437.24	\$368,375.50
	105	2 BR	831.87	\$3,400.00	\$534,874.90
	106	2 BR	731.40	\$3,400.00	\$470,274.80
	107	2 BR	731.40	\$3,400.00	\$470,274.80
	108	Studio	412.50	\$2,009.09	\$265,228.82
	109	1 BR	572.92	\$2,437.24	\$368,375.50
	110	Studio	412.50	\$2,009.09	\$265,228.82
	111	1 BR	572.92	\$2,437.24	\$368,375.50
	112	Studio	412.50	\$2,009.09	\$265,228.82
	113	1 BR	572.92	\$2,437.24	\$368,375.50
	201	2 BR	836.46	\$3,400.00	\$537,826.17
	202	2 BR	831.87	\$3,400.00	\$534,874.90
	203	1 BR	572.92	\$2,437.24	\$368,375.50
	204	1 BR	572.92	\$2,437.24	\$368,375.50
	205	2 BR	831.87	\$3,400.00	\$534,874.90
	206	2 BR	731.40	\$3,400.00	\$470,274.80
	207	2 BR	731.40	\$3,400.00	\$470,274.80
	208	Studio	412.50	\$2,009.09	\$265,228.82
	209	1 BR	572.92	\$2,437.24	\$368,375.50
	210	Studio	412.50	\$2,009.09	\$265,228.82
	211	1 BR	572.92	\$2,437.24	\$368,375.50
	212	Studio	412.50	\$2,009.09	\$265,228.82
	213	1 BR	572.92	\$2,437.24	\$368,375.50
	301	2 BR	836.46	\$3,400.00	\$537,826.17
	302	2 BR	831.87	\$3,400.00	\$534,874.90
	303	1 BR	572.92	\$2,437.24	\$368,375.50
	304	1 BR	572.92	\$2,437.24	\$368,375.50
	305	2 BR	831.87	\$3,400.00	\$534,874.90
	306	2 BR	731.40	\$3,400.00	\$470,274.80
	307	2 BR	731.40	\$3,400.00	\$470,274.80
	308	Studio	412.50	\$2,009.09	\$265,228.82
	309	1 BR	572.92	\$2,437.24	\$368,375.50
	310	Studio	412.50	\$2,009.09	\$265,228.82
	311	1 BR	572.92	\$2,437.24	\$368,375.50
	312	Studio	412.50	\$2,009.09	\$265,228.82
	313	1 BR	572.92	\$2,437.24	\$368,375.50
	401	2 BR	836.46	\$3,400.00	\$537,826.17
	402	2 BR	831.87	\$3,400.00	\$534,874.90
	403	1 BR	572.92	\$2,437.24	\$368,375.50
	404	1 BR	572.92	\$2,437.24	\$368,375.50
	405	2 BR	831.87	\$3,400.00	\$534,874.90

	406	2 BR	731.40	\$3,400.00	\$470,274.80
	407	2 BR	731.40	\$3,400.00	\$470,274.80
	408	Studio	412.50	\$2,009.09	\$265,228.82
	409	1 BR	572.92	\$2,437.24	\$368,375.50
	410	Studio	412.50	\$2,009.09	\$265,228.82
	411	1 BR	572.92	\$2,437.24	\$368,375.50
	412	Studio	412.50	\$2,009.09	\$265,228.82
	413	1 BR	572.92	\$2,437.24	\$368,375.50

SCHEDULE C
STATUTORY DECLARATION
CANADA
PROVINCE OF BRITISH COLUMBIA
IN THE MATTER OF A HOUSING AGREEMENT WITH
THE RESORT MUNICIPALITY OF WHISTLER ("Housing Agreement")

TO WIT:

I, _____ of _____, British Columbia, do solemnly declare that:

1. I am the owner and/or Master Tenant (as defined in the Housing Agreement) of _____ (the "Dwelling Unit"), and make this declaration to the best of my personal knowledge.

2. This declaration is made pursuant to the Housing Agreement in respect of the Dwelling Unit.

3. For the period from _____ to _____ the Dwelling Unit was occupied only by the Employee(s) and Retiree(s) (as defined in the Housing Agreement) whose names and current addresses and whose employer's names and current addresses appear below:

Names, addresses and phone numbers of Employee(s) and Retiree(s):

Names, addresses and phone numbers of Employer(s):

4. The rent charged each month for the Dwelling Unit is as follows:

(a) The monthly rent on the date 365 days before this date of this statutory declaration: \$_____ per month;

(b) The rent on this date of this statutory declaration: \$_____; and

(c) The proposed or actual rent that will be payable on the date that is 90 days after the date of this statutory declaration: \$_____.

(d) The Dwelling Unit is:

☐ Owner Occupied

☐ Owner Occupied with Roommates

☐ Entire unit is rented.

5. I acknowledge and agree to comply with the Owner's obligations under this Agreement, and other charges in favour of the Municipality registered in the land title office against the land on which the Employee Unit is situated and confirm that the Owner has complied with the Owner's obligations under these Agreements.

6. I make this solemn declaration, conscientiously believing it to be true and knowing that it is of the same force and effect as if made under oath and pursuant to the *Canada Evidence Act*.

DECLARED BEFORE ME at _____)

_____, British Columbia)

this ____ day of _____,) _____

20____) Name:

)

_____) _____

A commissioner for taking Affidavits) Name:

British Columbia)

SCHEDULE D
Sample Calculations for Maximum Price, Resale

Example 1

A first sale after initial sale
Previous Sale Price (from initial sale) \$200,000

Change in CPI =
$$\frac{\text{CPI at date of contract for resale } 113.4 - \text{CPI at date of execution of contract for first sale } 112.3}{112.3} = .0098$$

Maximum Price = \$200,000 plus (\$200,000 x .0098 = \$1,960) = \$201,960

Example 2

A third resale.
Previous Sale Price (from second sale) \$201,960

Change in CPI =
$$\frac{\text{CPI at date of contract for sale } 116.1 - \text{CPI at Previous Sale (second sale in this example) } 113.4}{113.4} = .0238$$

Maximum Price = \$201,960 plus (\$201,960 x 0.0238 = \$4,806.65) = \$206,767

Example 3

A resale where CPI has declined
Previous Sale Price \$213,647

Change in CPI =
$$\frac{\text{CPI at date of contract for sale } 113.9 - \text{CPI at Previous Sale } 114.2}{114.2} = \text{negative } .0026$$

Maximum Price = Previous Sale Price of \$213,647 (because percentage change is negative)

SCHEDULE E TO HOUSING AGREEMENT
RIGHT OF FIRST REFUSAL AND OPTION TO PURCHASE
TERMS OF INSTRUMENT – PART 2

This Agreement dated for reference _____ is

BETWEEN:

RESORT MUNICIPALITY OF WHISTLER, 4325 Blackcomb Way, Whistler, BC V8E 0X5
(the "**Municipality**")

AND:

**[INSERT NAME AND ADDRESS OF REGISTERED OWNER AT TIME OF REGISTRATION OF
OPTION/RFR]**
(the "**Owner**")

WHEREAS:

- A. The Owner is the registered owner of the land legally described in the *Land Title Act* Form C attached to and forming part of this Agreement (the "**Land**");
- B. The Owner and the Municipality have entered into an agreement for the provision of affordable employee housing, as both a covenant under section 219 of the *Land Title Act* and a housing agreement under section 483 of the *Local Government Act*, registered in the LTO against title to the Land under number _____ (the "Housing Agreement");
- C. The purpose of the Housing Agreement and this Agreement is to ensure that the Land is used solely for the provision of affordable housing for Employees or Retirees (as those terms are defined in the Housing Agreement); and
- D. In order to ensure that the Employee Unit (as defined below) is occupied and disposed of in accordance with the Housing Agreement, the Owner wishes to grant to the Municipality a right of first refusal to purchase and an option to purchase the Employee Unit on the terms and conditions set out in this Agreement;

THIS AGREEMENT is evidence that in consideration of the mutual promises contained in it and in consideration of the payment of \$1.00 by the Municipality to the Owner and other good and valuable consideration, the receipt and sufficiency of which the Owner hereby acknowledges, the Owner and the Municipality covenant and agree as follows:

PART I – DEFINITIONS

- 1. In this Agreement:
 - (a) "Agreement" means these Terms of Instrument – Part 2, the *Land Title Act* General

Instrument – Part 1 to which these Terms of Instrument are attached and all Schedules attached to these Terms of Instrument.

- (b) “Bona Fide Offer” means an offer to purchase the Owner’s Interest in the Employee Unit:
- (i) in writing;
 - (ii) signed by an Outside Offeror;
 - (iii) in a form legally enforceable against the Outside Offeror and subject to no conditions except subject to financing (if required by the Outside Offeror) and except for the Municipality’s Subject;
 - (iv) providing for a deposit of not less than 5% of the proposed purchase price within 72 hours of the removal or waiver of the Municipality’s Subject;
 - (v) for a purchase price that does not exceed the Maximum Price but may be less than the Maximum Price;
 - (vi) providing that if the Municipality does not exercise its RFR, the Outside Offeror will grant to the Municipality a right of first refusal and option to purchase the Land upon the same terms and conditions as are set forth in this Agreement;
 - (vii) providing that the Outside Offeror will not assign or transfer the contract for the purchase of the Employee Unit; and
 - (viii) confirming that the Outside Offeror has read and understood the terms of this Agreement, the Housing Agreement and all other charges in favour of the Municipality that are registered in the LTO against the Land and that the Outside Offeror agrees to be bound by the Owner’s obligations pursuant to such charges.
- (c) “Business Day” means Monday to Friday inclusive except for those excluded days declared by lawful authority as statutory holidays, and excluding any day that the LTO is not open for business.
- (d) “CPI” means the Consumer Price Index for Canada, all-items, excluding eight of the most volatile components and the effect of changes in indirect taxes (CPIX), as determined by the Bank of Canada (or its successor in function), or, if that index is no longer published or available, a comparable index selected by the Municipality.
- (e) “Change in CPI” means the percentage change (positive or negative) between:
- (i) The CPI on the date of registration of the transfer for the most recent sale of the Employee Unit; and,
 - (ii) The CPI on the date of execution by the Owner and the purchaser of the contract of purchase and sale for the next sale of the Employee Unit;

except that for first sale following the first transfer of the Employee Unit after issuance of an occupancy permit for the Employee Unit, the CPI applicable under paragraph (i) of this

definition will be the CPI in effect on the date the purchaser pursuant to such first transfer entered into the contract under which they purchased the Employee Unit.

- (f) "Dispose" means to transfer by any method, and includes assign, give, sell, grant, convey, bequeath, devise, divest, and agree to do any of those things.
- (g) "Employee Unit" means the residential dwelling unit located on or comprising the Land, except that if the Land as described on the date the Housing Agreement was first registered in the LTO has not been subdivided, then "Employee Unit" means that parcel of land, including any improvements.
- (h) "Efforts to Sell" means the best efforts of the Lender, as Owner, to sell the Employee Unit using all reasonable means, including listing the Employee Unit for sale with a licensed real estate agent, advertising the Employee Unit for sale in the local newspapers, and offering to sell the Employee Unit to the Municipality on the following terms:
 - (i) specifying in a written notice that it is offering to sell the Employee Unit to the Municipality in accordance with section 23 of this Agreement; and
 - (ii) giving the Municipality the exclusive right, for 15 Business Days from the date on which the Municipality receives the notice from the Lender, as Owner, pursuant to section 23 of this Agreement, to give a written notice to the Lender, as Owner, agreeing to purchase the Employee Unit for the purchase price which does not exceed the Maximum Price, and otherwise on the terms set out in Part V of this Agreement.
- (i) "Gross Floor Area" shall have the meaning as defined in the Municipality's Zoning and Parking Bylaw No. 303, 2015 as amended from time to time.
- (j) "Interest" means the property interest of the Owner in the Employee Unit.
- (k) "Lender" means a mortgagee that is a bank or other financial institution established or regulated under any enactment of British Columbia or Canada, or a receiver or receiver-manager acting on behalf of such mortgagee.
- (l) "LTO" means the New Westminster/Vancouver Land Title Office or its successor.
- (m) "Maximum Price" means:
 - (i) If the Employee Unit is the unsubdivided parcel of land as described on the date the Housing Agreement was first registered in the LTO, the sum of the Original Maximum Prices for all Employee Units plus the percentage change in CPI between the date the Housing Agreement is first registered in the LTO and the date of execution by the Owner and the purchaser of the contract of purchase and sale for the transfer of the Employee Unit.
 - (ii) In respect of the sale of the Employee Unit to the person to whom the Employee Unit is first transferred following separate indefeasible title being raised in the LTO for the Employee Unit, the Original Maximum Price plus the percentage change in CPI between the date the Housing Agreement is first registered in the LTO and the date of execution by the Owner and the purchaser of the contract of purchase and sale

for that transfer;

- (iii) In respect of any sale of the Employee Unit after the initial transfer referred to in paragraph (ii) of this definition: the sale price for the then most recent sale of the Employee Unit plus that most recent sale price multiplied by the Change in CPI. Where the Change in CPI is negative or cannot be determined, the Maximum Price under this paragraph (ii) shall be the most recent sale price. The sample calculations set out in Schedule A attached hereto shall be used for the purposes of interpreting this definition of "Maximum Price".

- (n) "Municipality's Subject" mean the following clauses:

The obligation of the seller to complete the transaction contemplated herein is subject to the following (the "Seller's Conditions"):

- (i) The seller notifying the buyer in writing not later than ____ that the Resort Municipality of Whistler (the "Municipality") has approved the terms of the sale of the Land to the buyer and that the Municipality has decided not to exercise its Option to Purchase the Land or its right to purchase the Land under its Right of First Refusal with respect to this transaction only; and
- (ii) The seller notifying the buyer in writing not later than _____ that the Municipality has confirmed the buyer's eligibility to acquire the Land.

The Seller's Conditions are for the sole benefit of the seller and may be satisfied by the seller by notice in writing to the buyer. If the Seller's Conditions are not satisfied on or before the date specified for their removal, this agreement will be automatically terminated, the deposit will be returned to the buyer, and neither party will have any further obligation to the other under this agreement.

- (o) "Option" means the option to purchase granted in Part IV.
- (p) "Original Maximum Price" means the price for the Employee Unit set out in Schedule B to the Housing Agreement.
- (q) "Outside Offeror" means a purchaser or prospective purchaser of the Employee Unit who deals at arm's-length with the Owner of the Employee Unit and who is eligible to purchase the Employee Unit under the Housing Agreement.
- (r) "Owner" includes the "Owner" as defined above and any person who is a registered owner in fee simple of the Employee Unit from time to time.
- (s) "RFR" means the right of first refusal granted in Part III.
- (t) "Whistler Housing Authority" means Whistler Housing Authority Ltd., or its successor in function as the Municipality may designate from time to time.

PART II – DISPOSITION OF EMPLOYEE UNIT

Limits on Disposition

2. The Owner covenants and agrees that the Owner will not Dispose of the Employee Unit except

in accordance with this Agreement, the Housing Agreement and the resale policies of Whistler Housing Authority.

Disposition only to Outside Offeror

3. Without limiting the preceding section, the Owner may not Dispose of the Employee Unit other than to the Municipality or to an Outside Offeror pursuant to a Bona Fide Offer.

PART III – RIGHT OF FIRST REFUSAL

Right of First Refusal

4. The Owner covenants and agrees as follows:
 - (a) The Owner will not Dispose of the Employee Unit for any consideration not consisting entirely of lawful money of Canada.
 - (b) If the Owner receives an offer to purchase the Employee Unit (the “Offer”) that the Owner is willing to accept, then the Owner must offer to sell the Employee Unit to the Municipality on the terms that are set out in Part V of this Agreement, by giving to the Municipality a notice in writing (the “Notice”) attached to a copy of the Offer. The Municipality will have the exclusive right for 30 Business Days (the “Election Period”) from the date on which the Municipality receives from the Owner the Notice and a copy of the Offer within which to notify the Owner that the Municipality is exercising the RFR and the Municipality has elected to purchase the Employee Unit on the terms set out in Part V of this Agreement. The Owner agrees that the Election Period will not start to run until the Owner gives to the Municipality notice of, and a copy of, the Offer.
 - (c) If the Municipality wishes to exercise this RFR, the Municipality will give the Owner written notice of such exercise on or before the end of the Election Period.
 - (d) If the Municipality does not exercise this RFR with respect to a specific Offer, the Municipality’s rights under this RFR with respect to the particular Offer will be waived, but only if the Offer is a Bona Fide Offer and only if the terms of sale between the Outside Offeror and the Owner are in strict compliance with the terms stated in the Bona Fide Offer, and only if the Owner complies with the following requirements:
 - (i) the Owner delivers to the Municipality, within five Business Days after the expiry of the Election Period, written proof, satisfactory to the Municipality, in its sole discretion, that the purchaser is an Outside Offeror;
 - (ii) the Owner does not remove the second part of the Municipality’s Subject until such time as the Municipality informs the Owner that it is satisfied with the information provided pursuant to paragraph (d)(i) of this section;
 - (iii) at least five Business Days before completion of the sale pursuant to the Bona Fide Offer the Owner delivers to the Municipality the following:
 - A. written proof, satisfactory to the Municipality, in its sole discretion, that the purchase price payable under the Bona Fide Offer does not exceed the Maximum Price;

- B. a Form C duly executed by the Outside Offeror granting to the Municipality an option to purchase and a right of first refusal to purchase the Employee Unit (the “New Form C”) on the same terms as set out in this Agreement, with such amendments as the Municipality may reasonably require;
 - C. a discharge of the RFR and Option in this Agreement (the “Discharge”) for execution by the Municipality;
 - D. undertakings from the solicitor or notary for the Outside Offeror (the “Legal Representative”) on terms satisfactory to the Municipality, including that:
 - (a) the Legal Representative will register the Discharge only if it is done concurrently with the registration of the New Form C;
 - (b) the Legal Representative will ensure that the New Form C is registered against title to the Employee Unit in priority to all mortgages and other financial liens, charges and encumbrances, except for those in favour of the Municipality or approved in writing by the Municipality;
 - (c) forthwith after registration of the New Form C, provide to the Municipality copies of the Discharge and the New Form C with registration particulars endorsed thereon, and a copy of the State of Title Certificate for the Land confirming registration of the New Form C; and
 - E. a copy of the vendor’s statement of adjustments for the Employee Unit certified to be true by the Legal Representative; and
- (iv) upon request by the Municipality, the Owner delivers to the Municipality such further evidence as the Municipality may reasonably require to confirm the purchase price of the Employee Unit, and to confirm that the Outside Offeror has granted to the Municipality an option to purchase and a right of first refusal to purchase the Employee Unit as required by this section.

PART IV – GRANT OF OPTION

Grant of Option

5. The Owner hereby grants to the Municipality the sole and exclusive irrevocable option to purchase the Employee Unit on the terms of this Agreement.

Exercise of Option

6. Subject to the following section, the Municipality may exercise the Option at any time by the Municipality giving written notice to the Owner in the manner set out in this Agreement for the giving of notices.

Triggering Event

7. The Municipality may only exercise the Option in the event the Owner has breached any of the

Owner's obligations contained in the Housing Agreement or this Agreement, or upon the Owner advising the Municipality in writing of its intention to Dispose of the Employee Unit.

Binding Agreement

8. If the Municipality exercises the Option, this Agreement will become a binding agreement for the purchase and sale of the Employee Unit, which shall be completed upon the terms and conditions contained in this Agreement.

PART V – TERMS OF PURCHASE AND SALE

Purchase Price

9. Subject to adjustments as provided in this Agreement, the purchase price of the Employee Unit (the "Purchase Price") is the lesser of:
 - (a) The purchase price set out in the Bona Fide Offer (if any); and
 - (b) The Maximum Price.

Completion date

10. The purchase of the Employee Unit by the Municipality will be completed on the date ("Completion Date") to be chosen by the Municipality, such date to be not later than thirty Business Days after the Municipality gives to the Owner its notice of intention to exercise the Option or after the Municipality gives to the Owner its notice of exercise of the RFR.

Permitted Encumbrances

11. On the Completion Date, the Owner will convey the Employee Unit to the Municipality subject to the registered charges on title to the Employee Unit at the time of registration of this Agreement, and free and clear of all mortgages and other financial liens, charges and encumbrances (the "Permitted Encumbrances").

Vacant Possession

12. On the Completion Date, the Owner will give vacant possession of the Employee Unit to the Municipality, subject only to existing tenancies in favour of Employees or Retirees permitted by the Housing Agreement, as those terms are defined in the Housing Agreement.

Adjustments

13. All adjustments, both incoming and outgoing, in connection with the purchase and sale of the Employee Unit, including adjustments of taxes, rates, rents, security deposits, strata fees and other matters usually the subject of adjustment between vendor and purchaser, as well as adjustments for any amounts payable by the Owner to the Municipality pursuant to the terms of this Agreement or the Housing Agreement, will be made as at the Completion Date.

Other Steps

14. The Owner covenants and agrees that it will take or cause to be taken all proper steps and actions and proceedings to enable the Owner to vest a good and marketable title to the Employee Unit

in the Municipality on the Completion Date, free and clear of all liens, encumbrances, defects in title, equities or claims of every nature and kind except for Permitted Encumbrances and to enable the Owner to carry out the sale of the Employee Unit.

Owner's Immediate Representations, Warranties and Covenants

15. The Owner hereby represents and warrants to the Municipality that the following are true and accurate on the date the Owner executes this Agreement and will be true on the Completion Date:
- (a) The Owner has the legal capacity, power and authority to grant the Option and the RFR and perform all of the Owner's obligations under this Agreement;
 - (b) if the Owner is a corporation, the Owner has taken all necessary or desirable actions, steps and other proceedings to approve or authorize, validly and effectively, the entering into, and the execution, delivery and performance of this Agreement;
 - (c) if the Owner is a corporation, the Owner is in good standing with the Registrar of Companies for British Columbia and has made all necessary filings with the Registrar as required by the applicable legislation;
 - (d) if the Owner is a corporation, the Owner is duly incorporated and validly existing under the laws of British Columbia and has the power and capacity to enter into and carry out the transaction provided for in this Agreement;
 - (e) the Owner has a good, safe holding and marketable title to the Land; and
 - (f) the Owner is a resident of Canada within the meaning of the *Income Tax Act* (Canada) and will provide the Municipality with a statutory declaration of this, in the Municipality's form, at least 10 days before the Completion Date (the "Statutory Declaration"). If the Owner should breach this Agreement by failing to so provide the Statutory Declaration, the Municipality may choose to complete the purchase of the Employee Unit and withhold 50% of the Purchase Price until the residency of the Owner is resolved to the Municipality's satisfaction

Owner's Completion Date Representations and Warranties

16. The Owner hereby represents and warrants to, and covenants and agrees with the Municipality as at the Completion Date that:
- (a) The Owner has no indebtedness or obligation to any person which might at the Completion Date or afterwards constitute a lien, charge or encumbrance on the Employee Unit;
 - (b) the Owner has not used the Employee Unit or permitted any use of the Employee Unit, to store, manufacture, dispose of, emit, spill, leak, generate, transport, produce, process, release, discharge, landfill, treat or remediate any explosive, radioactive material, asbestos, urea formaldehyde, chlorobiphenyl, hydrocarbon, underground tank, pollution, contamination, hazardous substance, corrosive substance, toxic substance, special waste, waste, or matter of any kind which is or may be harmful to human safety or health or to the environment, including anything the storage, manufacture, disposal, emission, discharge, treatment, generation, use, transport, remediation or release into the environment of which is now or at any time after the execution of this Agreement is prohibited, controlled, regulated or licensed under any laws applicable to the Employee Unit ("Contaminant");

- (c) the Owner has not caused or permitted the storage, manufacture, disposal, emission, spilling, leakage, treatment, generation, transportation, production, processing, release, discharge, landfilling, treatment or remediation of any Contaminant in, on, under or from the Employee Unit; and
- (d) the Owner has at all times used the Employee Unit in compliance with all laws relating to Contaminants and to the environment.

Indemnity

17. The Owner shall indemnify and save harmless the Municipality and Whistler Housing Authority, and each of their elected and appointed officials, officers, directors, employees and agents, and their heirs, executors, administrators, personal representatives, successors and assigns, from and against any and all actions, causes of action, liabilities, demands, losses, damages, costs (including remediation costs and costs of compliance with any law, and fees and disbursements of professional advisors), expenses, fines and penalties, suffered or incurred by the Municipality, Whistler Housing Authority or any other listed above by reason of or related to or connected with:
- (a) a breach of any representation or warranty, covenant or agreement of the Owner set forth in this Agreement;
 - (b) any Contaminants on the Land or Employee Unit arising during the ownership of the Owner;
 - (c) any wrongful act, omission or negligence of the Owner or a person for whom he is responsible in law.

This obligation to indemnify and save harmless will survive the transfer of the Employee Unit or any termination of this agreement.

Closing Documents

18. Before the Completion Date, the Municipality will deliver to the Owner's solicitors for execution by the Owner:
- (a) Form A Transfer transferring the fee simple title to the Employee Unit to the Municipality ("Transfer"),
 - (b) Vendor's Statement of Adjustments, and
 - (c) the Statutory Declaration;

at least 3 days before the Completion Date, the Owner must deliver to the Municipality's solicitors the above documents duly executed on behalf of the Owner, in registrable form, on undertakings consistent with this Agreement.

Closing Procedure

19. On the Completion Date, after the adjusted Purchase Price (less any proceeds of a new mortgage (the "Mortgage") to be granted by the Municipality) has first been deposited in the trust account of the Municipality's solicitors, the Municipality will apply to register the Transfer in the LTO; and

20. After application has been made to register the Transfer and if applicable, the Mortgage, in the LTO, and upon receipt of a satisfactory post-index search of the title to the Employee Unit indicating that in the normal course of LTO procedure the Municipality will become the registered owner of the Employee Unit free and clear of all mortgages and other financial liens, charges and encumbrances, other than any mortgage to be discharged as provided herein, the Municipality will pay to the Owner's solicitor or notary public the adjusted Purchase Price by solicitor's trust cheque made available for pick up by the Owner's solicitor or notary public, on the Canadian Bar Association, BC Branch standard undertakings of the Owner's solicitor or notary public to discharge any mortgage from title to the Employee Unit forthwith following completion.

Risk

21. The Employee Unit will be at the Owner's risk until the Completion Date and will thereafter be at the risk of the Municipality. In the event of loss or damage to the Employee Unit occurring before the completion of the closing on the Completion Date by reason of fire, tempest, lightning, earthquake, flood or other acts of God, explosion, riot, civil commotion, insurrection or war, the Municipality, at the Municipality's option, may cancel this its obligation to purchase the Employee Unit.

Investigations

22. The Municipality, its agents and employees, have the licence, conditional on providing 48 hours prior written notice to the Owner, to enter upon and into the Employee Unit from time to time prior to the Completion Date, at the Municipality's sole risk and expense, for the purpose of making reasonable inspections, surveys, tests and studies of the Employee Unit.

Associated Costs

23. The Municipality will pay:
- (a) Any property transfer tax payable by it under the *Property Transfer Tax Act*;
 - (b) LTO registration fees in connection with the transfer of the Employee Unit to the Municipality;
 - (c) The Municipality's legal fees and disbursements but not the Owner's; and
 - (d) All goods and services tax, if any, payable in respect of transfer of the Employee Unit under the Excise Tax Act and if the Municipality is registered for the purposes of GST, instead of paying GST to the Owner, the Municipality will provide the Owner with its certificate that it will account directly for any and all GST.

PART V – EXCEPTION TO RIGHT OF FIRST REFUSAL AND OPTION

Grant of Option

24. Notwithstanding any other provision of this Agreement, if the Owner is a Lender and has for a period of at least 120 days made Efforts to Sell the Employee Unit subject to the Housing Agreement and subject to this Agreement, but, despite such Efforts to Sell, has been unable to enter into a Bona Fide Offer or to sell the Employee Unit to the Municipality, the Municipality agrees that upon such Owner providing the Municipality with evidence of such Efforts to Sell

satisfactory to the Municipality, acting reasonably, the Municipality will execute and deliver to such Owner complete discharge of the Housing Agreement and this Agreement, in registrable form.

PART VI – INTERPRETATION

25. In this Agreement:

- (a) reference to the singular includes a reference to the plural, and vice versa, unless the context requires otherwise;
- (b) article and section headings have been inserted for ease of reference only and are not to be used in interpreting this Agreement;
- (c) if a word or expression is defined in this Agreement, other parts of speech and grammatical forms of the same word or expression have corresponding meanings;
- (d) reference to any enactment includes any regulations, orders or directives made under the authority of that enactment;
- (e) reference to any enactment is a reference to that enactment as consolidated, revised, amended, re-enacted or replaced, unless otherwise expressly provided;
- (f) time is of the essence;
- (g) all provisions are to be interpreted as always speaking;
- (h) reference to a “day”, “month”, “quarter” or “year” is a reference to a calendar day, calendar month, calendar quarter or calendar year, as the case may be, unless otherwise expressly provided; and
- (i) where the word “including” is followed by a list, the contents of the list are not intended to circumscribe the generality of the expression preceding the word “including”;
- (j) all references in this Agreement to “Dispose of the Employee Unit” include “Dispose of the Owner’s Interest in the Employee Unit”.

PART VII – MISCELLANEOUS

Municipality not Obligated to Exercise Right of First Refusal or Option

26. The Owner acknowledges and agrees that the Municipality is under no obligation to exercise the Option or the RFR.

Duration of Option and Right of First Refusal

27. The option to purchase hereby granted and the right of first right of refusal granted by this Agreement are effective until the date that is 80 years less a day after the date on which the Form C referring to this Agreement is deposited for registration in the LTO.

Assignability

28. If the Municipality exercises the Option or RFR, the Municipality may assign the Municipality's resulting right to purchase the Employee Unit under this Agreement to any person qualified to purchase the Employee Unit under the Housing Agreement, and in such case, upon such assignment the Municipality will have no further obligation to purchase the Employee Unit under this Agreement.

Municipalities Powers Unaffected

29. This Agreement does not:
- (a) Affect or limit the discretion, rights, duties or powers of the Municipality under any enactment or at common law, including in relation to the use or subdivision of the Land;
 - (b) Impose on the Municipality any legal duty or obligation, including any duty of care or contractual or other legal duty or obligation, to enforce this Agreement;
 - (c) affect or limit any enactment relating to the use or subdivision of the Land; or
 - (d) relieve the Owner from complying with any enactment, including in relation to the use or subdivision of the Land.

Agreement for Benefit of Municipality Only

30. The Owner and the Municipality agree that:
- (a) This Agreement is entered into only for the benefit of the Municipality;
 - (b) This Agreement is not intended to protect the interests of the Owner, any tenant, or any future owner, lessee, occupier or user of the Land or the Employee Unit;
 - (c) The Municipality may at any time execute a release and discharge of this Agreement, without liability to anyone for doing so, and without obtaining the consent of the Owner.

No Public Law Duty

31. Where the Municipality is required or permitted by this Agreement to form an opinion, exercise a discretion, express satisfaction, make a determination or give its consent, the Owner agrees that the Municipality is under no public law duty of fairness or natural justice in that regard and agrees that the Municipality may do any of those things in the same manner as if it were a private party and not a public body.

Costs

32. The Owner will comply with all the requirements of this Agreement at its own cost and expense and will pay to the Municipality, on request, all reasonable costs or expenses it incurs in connection with this Agreement.

Notice

33. Any notice to be given to a party pursuant to this Agreement will be sufficiently given if delivered, to the postal address of Owner set out in the records of the LTO, and in the case of the Municipality addressed:

To: Corporate Officer, Resort Municipality of Whistler,
4325 Blackcomb Way, Whistler BC V8E 0X5
Email: corporate@whistler.ca
And to: Whistler Housing Authority,
#325 – 2400 Dave Murray Place, Whistler BC V8E 0M3
Email: mail@whistlerhousing.ca

or to the most recent postal address provided in a written notice given by one party to the other. Any notice which is delivered is to be considered to have been given on the first day after it is dispatched for delivery, if delivered by hand or email, or on the third day after it is dispatched for delivery, if delivered by mail.

Enuring Effect

34. This Agreement will extend to and be binding upon and enure to the benefit of the parties hereto and their respective successors, assigns, heirs, executors, administrators and personal representatives.

Remedies Cumulative Waiver

35. All remedies of the Municipality will be cumulative and may be exercised by the Municipality in any order or concurrently in case of any breach and each remedy may be exercised any number of times with respect to each breach. Waiver of or delay in the Municipality exercising any or all remedies will not prevent the later exercise of any remedy for the same breach or any similar or different breach.

Entire Agreement

36. This Agreement, the Housing Agreement, and any other documents signed by the Owner contemplated by this Agreement, represent the whole agreement between the Municipality and the Owner respecting the use, occupation and Disposition of the Employee Unit, and there are no warranties, representations, conditions or collateral agreements made by the Municipality except as set forth in this Agreement.

Further Assurances

37. Upon request by the Municipality the Owner will forthwith do such acts and execute such documents as may be reasonably necessary in the opinion of the Municipality to give effect to this Agreement.

Runs with the Land

38. This Agreement burdens and runs, and binds the successors in title to, the Land and every parcel into which it is subdivided by any means, including by subdivision under the Land Title Act (British Columbia) or by strata plan under the *Strata Property Act* (British Columbia).

Equitable Remedies

39. The Owner acknowledges and agrees that damages would be an inadequate remedy for the Municipality for breach of this Agreement or the RFR and that the public interest strongly favours

specific performance, injunctive relief (mandatory or otherwise), or other equitable relief.

No Joint Venture

40. Nothing in this Agreement will constitute the Owner as the agent, joint venturer, or partner of the Municipality or give the Owner any authority to bind the Municipality in any way.

Applicable Law

41. The laws of British Columbia will apply to this Agreement and all statutes referred to herein are enactments of the Province of British Columbia.

Deed and Contract

42. By executing and delivering this Agreement, the Owner intends to create both a contract and a deed executed and delivered under seal.

Executed by the parties with effect from the date first written above.

Resort Municipality of Whistler _____

Name:

Authorized Signatory Authorized Signatory:

Authorized Signatory Authorized Signatory:

SCHEDULE A TO RIGHT OF FIRST REFUSAL AND OPTION TO PURCHASE
SAMPLE CALCULATIONS FOR MAXIMUM PRICE

Example 1

A first sale after initial sale
Previous Sale Price (from initial sale) \$200,000

Change in CPI =
$$\frac{\text{CPI at date of contract for resale } 113.4 - \text{CPI at date of execution of contract for first sale } 112.3}{112.3} = .0098$$

Maximum Price = \$200,000 plus (\$200,000 x .0098 = \$1,960) = \$201,960

Example 2

A third resale.
Previous Sale Price (from second sale) \$201,960

Change in CPI =
$$\frac{\text{CPI at date of contract for sale } 116.1 - \text{CPI at Previous Sale (second sale in this example) } 113.4}{113.4} = .0238$$

Maximum Price = \$201,960 plus (\$201,960 x 0.0238 = \$4,806.65) = \$206,767

Example 3

A resale where CPI has declined
Previous Sale Price \$213,647

Change in CPI =
$$\frac{\text{CPI at date of contract for sale } 113.9 - \text{CPI at Previous Sale } 114.2}{114.2} = \text{negative } .0026$$

Maximum Price = Previous Sale Price of \$213,647 (because percentage change is negative)