

# Listuguj Mi'gmaq Government Order-In-Council



Chronological no.:	2721	Subject: SAA- Log Loader and Chipper 2022	Originated by: Vance Brisk
The Council of the	Listuguj Mi'gmaq Government	District	Gespe'gewa'gi
Date of duly convened meeting	D   2   M   4   0   5   Y   2   2	Province	Gepeg

**WHEREAS:** Listuguj Mi'gmaq Government is engaged in LMG Chipping Bussing as a sole-source contractor for on-site chip production in the AV Cell Mill woodyard at 175 Mill Road in Atholville, NB.

**WHEREAS:** LMG Chipping has been in operation for 18 years and has contributed significant employment and own-source revenue to the LMG.

**WHEREAS:** the existing chipper module on site, is aging, had original design flaws, does not draw logs in properly, does not chip in the proper location on the disk and causes damage to itself during the chipping process.

**WHEREAS:** the management at LMG Chipping are recommending the purchase and financing of two new log loaders, two new grapples, two new log loader trailers, one new chipper module, one new front loader and a new office trailer/muster station.

**WHEREAS:** up-to-date quotes are on hand for all the pieces of equipment identified. The total cost of acquisitions is \$2.6 million.

**WHEREAS:** SAA, AIF III has confirmed that assistance for all the aforementioned equipment is available up to 50% of the total cost.

**WHEREAS:** LMG Chipping is requesting access to the SAA, AIF III fund in the amount of \$1.3 million dollars as a matching fund to complement LMG Chipping's borrowing requirement of \$1.3 million.

**Moved:** Kevin Mehot

**Seconded:** Chad Gedeon

**Abstain:** -

**Opposed:** -

**Status:**  Passed  Defeated  Tabled

**Quorum** 7

Councillor Alf Barnaby

Councillor Arnette Barnaby

Councillor Brian Jr. Caplin

Councillor Chad Gedeon

  
Chief Darryl Gray

Councillor Gordon-Jr. Isaac

Councillor Dr. Cathy Martin

Councillor George Martin

Councillor Sky Metallic

Councillor Wendell Metallic

Councillor Kevin Methot

Councillor Alexander Morrison

Councillor Ghelie Swanson

**Mi'gmaq Nation**

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## BE IT THEREFORE RESOLVED

**THAT:** the LMG is requesting the use of SAA, AIF III funds to support the capital acquisitions at LMG Chipping including: two new log loaders, two new log loader trailers, two new grapples, one new chipping module, one office trailer/muster station and one front loader.

**THAT:** the LMG is authorizing commercial lending for LMG Chipping in the amount of \$1.3 million, subject to conditions, to be paid in a short term (i.e., 48 – 60 months), directly from the operating profits generated by LMG Chipping.

**THAT:** the LMG supports this investment by SAA and loan by LMG Chipping in recognition of the MOU between AV Cell and Listuguj for the provision of chipping services, and per the new Chipping Agreement (with valuable increases) which is scheduled for signature on April 1, 2022.

**THAT:** Chief Darcy Gray be authorized to sign on behalf of the LMG respecting the SAA, AIF III contribution agreement and for the financing as discussed in this resolution.