

2022 RDN FALL BORROWING

RECOMMENDATIONS

1. That "Nanoose Bay Peninsula Water Service Area Capital Improvements Security Issuing Bylaw No. 1855, 2022" be introduced and read three times.
2. That "Nanoose Bay Peninsula Water Service Area Capital Improvements Security Issuing Bylaw No. 1855, 2022" be adopted.
3. That "Regional District of Nanaimo Electoral Area 'E' Parkland Acquisition Security Issuing Bylaw No. 1854, 2022" be introduced and read three times.
4. That "Regional District of Nanaimo Electoral Area 'E' Parkland Acquisition Security Issuing Bylaw No. 1854, 2022" be adopted.
5. That "Regional District of Nanaimo Electoral Area 'E' Parkland Acquisition Temporary Borrowing Bylaw No. 1853, 2022" be introduced and read three times.
6. That "Regional District of Nanaimo Electoral Area 'E' Parkland Acquisition Temporary Borrowing Bylaw No. 1853, 2022" be adopted.
7. That "Southern Community Sewer Local Service Secondary Treatment Capital Improvements Security Issuing Bylaw No. 1857, 2022" be introduced and read three times.
8. That "Southern Community Sewer Local Service Secondary Treatment Capital Improvements Security Issuing Bylaw No. 1857, 2022" be adopted.
9. That "Southern Community Sewer Local Service Secondary Treatment Capital Improvements Temporary Borrowing Bylaw No. 1858, 2022" be introduced and read three times.
10. That "Southern Community Sewer Local Service Secondary Treatment Capital Improvements Temporary Borrowing Bylaw No. 1858, 2022" be adopted.
11. That "Southern Community Sewer Local Service Departure Bay Forcemain Capital Improvements Security Issuing Bylaw No. 1856, 2022" be introduced and read three times.
12. That "Southern Community Sewer Local Service Departure Bay Forcemain Capital Improvements Security Issuing Bylaw No. 1856, 2022" be adopted.

BACKGROUND

Nanoose Bay Peninsula Water Service Area Capital Improvements Loan Authorization Bylaw No. 1714 authorized borrowing of \$2.6 million towards the Nanoose Bay Peninsula Water Service Capital Improvements, including the replacement of three sections of watermains located at Outrigger Road, Dolphin Drive, and Dorcas Point Road. The replacement projects at Outrigger Road and Dolphin Drive are almost complete and the Dorcas Point Road

project is getting underway. To date, \$1,253,221 has been borrowed for long term borrowing. The additional borrowing of \$769,133 will provide the financing required to continue construction on this project. Additional borrowing will occur as the project completes. This will leave \$577,646 still to be borrowed as the project completes.

Regional District of Nanaimo Electoral Area 'E' Parkland Acquisition Loan Authorization Bylaw No. 1844 authorized borrowing of \$930,500 for the purchase of specified land for community park purposes. The Temporary Borrowing Bylaw No. 1853 will allow for receipt of these funds in the short term while the Security Issuing Bylaw No. 1854 will enable this interim borrowing to be converted to long term debt in the Fall of 2022.

Southern Community Sewer Local Service Secondary Treatment Capital Improvements Loan Authorization Bylaw No. 1756 authorized borrowing \$48 million for the secondary treatment project at the Greater Nanaimo Pollution Control Centre. To date, \$44.5 million has been borrowed for long term borrowing. The additional borrowing of \$725,000 is required at this time to fund the project. This will leave \$2,775,000 still to be borrowed as the project completes. The Temporary Borrowing Bylaw No. 1858 will secure these remaining funds and enable them to be drawn on in the future as needed.

Southern Community Sewer Local Service Departure Bay Forcemain Capital Improvements Loan Authorization Bylaw No. 1826 authorized borrowing \$5,307,163 towards the Departure Bay Forcemain improvements and upgrades requirements to the sewage collection, treatment and disposal system of the Greater Nanaimo Pollution Control Centre. To date, no funds have been borrowed and borrowing these funds will provide the financing required to see this project through to completion.

FINANCIAL IMPLICATIONS

The 2022-2026 Financial Plan includes the borrowing and the repayment of the debt for the Outrigger Road, Dolphin Drive, and Dorcas Point Road watermain projects under the Nanoose Bay Peninsula Water Service as well as that for the Electoral Area 'E' Parkland Acquisition, the Southern Community Wastewater Secondary Treatment, and the Departure Bay Forcemain projects.

STRATEGIC PLAN ALIGNMENT

This report relates to the Regional District's values of Fiscal Responsibility and Good Governance.

People and Partnerships - Improve the governance and awareness of RDN activities for citizens throughout the Region.

REVIEWED BY:

M. Manhas, Manager, Capital Accounting and Financial Reporting
T. Moore, Acting Director of Finance
J. Hill, Manager, Legislative Services
D. Holmes, Chief Administrative Officer

ATTACHMENT:

1. Nanoose Bay Peninsula Water Service Area Capital Improvements Security Issuing Bylaw No. 1855, 2022
2. Regional District of Nanaimo Electoral Area 'E' Parkland Acquisition Security Issuing Bylaw No. 1854, 2022

3. Regional District of Nanaimo Electoral Area 'E' Parkland Acquisition Temporary Borrowing Bylaw No. 1853, 2022
4. Southern Community Sewer Local Service Secondary Treatment Capital Improvements Security Issuing Bylaw No. 1857, 2022
5. Southern Community Sewer Local Service Secondary Treatment Capital Improvements Temporary Borrowing Bylaw No. 1858, 2022
6. Southern Community Sewer Local Service Departure Bay Forcemain Capital Improvements Security Issuing Bylaw No. 1856, 2022

Regional District of Nanaimo

Bylaw No. 1858

Being a bylaw to authorize temporary borrowing pending the sale of debentures

WHEREAS it is provided by S. 409 of the Local Government Act that the Regional Board may, where it has adopted a loan authorization bylaw, without further assents or approvals, borrow temporarily from any person under the conditions therein set out;

AND WHEREAS the Regional Board has adopted Bylaw No. 1756, cited as “Southern Community Sewer Local Service Secondary Treatment Capital Improvements Loan Authorization Bylaw No. 1756, 2017”, authorizing borrowing for the purpose of undertaking and carrying out or causing to be carried out the secondary treatment capital improvements and upgrades requirements to the sewage collection, treatment and disposal system of the Greater Nanaimo Pollution Control Centre, in the amount of Forty Eight Million dollars (\$48,000,000);

AND WHEREAS the sale of debentures has been temporarily deferred;

NOW THEREFORE, the Regional Board of the Regional District of Nanaimo in open meeting assembled, enacts as follows:

1. The Regional Board is hereby authorized and empowered to borrow an amount or amounts not exceeding the sum of Two Million Seven Hundred and Seventy Five Thousand dollars (\$2,775,000), as the same may be required.
2. The form of obligation to be given as acknowledgement of the liability shall be a promissory note or notes bearing the corporate seal and signed by the Chair and the Financial Administration Officer.
3. The money so borrowed shall be used solely for the purposes set out in Loan Authorization Bylaw No. 1756.
4. The proceeds from the sale of debentures or so much thereof as may be necessary shall be used to repay the money so borrowed.
5. “Southern Community Sewer Local Service Secondary Treatment Capital Improvements Loan Authorization Bylaw No. 1756, 2017” is hereby repealed.
6. This bylaw may be cited as “Southern Community Sewer Local Service Secondary Treatment Capital Improvement Temporary Borrowing Bylaw No. 1858, 2022”.

Introduced and read three times this ____ day of _____, _____.

Adopted this ____ day of _____, _____.

CHAIR

CORPORATE OFFICER