



2024 RDN LOAN AUTHORIZATION AND TEMPORARY BORROWING BYLAWS

RECOMMENDATIONS

1. That “Southern Community Sewer Local Service Basement Motor Control Centres Replacement Loan Authorization Bylaw No. 1905, 2024” be introduced and read three times and forwarded to the Inspector for approval.
2. That “Southern Community Sewer Local Service Wellington Pump Station Upgrade Loan Authorization Bylaw No. 1906, 2024” be introduced and read three times and forwarded to the Inspector for approval.
3. That “Southern Community Sewer Local Service Grit and Sedimentation Tank Relining Loan Authorization Bylaw No. 1907, 2024” be introduced and read three times and forwarded to the Inspector for approval.
4. That “Dashwood Fire Hall Temporary Borrowing Bylaw No. 1893, 2024” be introduced and read three times.
5. That “Dashwood Fire Hall Temporary Borrowing Bylaw No. 1893, 2024” be adopted.

BACKGROUND

The Board approved the 2024-2028 Financial Plan on December 12, 2023. The approved Financial Plan includes the following capital projects that require borrowing in 2024 and these Loan Authorization Bylaws will provide the financing required to undertake these projects.

The GNPCC Basement Motor Control Centres Replacement project is a \$2 million Southern Community Wastewater capital project. This project undertaken to replace the Motor Control Centres (MCCs) located in the basement of the Greater Nanaimo Pollution Control Centre. These MCCs are past the design life and are a risk to plant reliability through the failure of components that are now obsolete, replacement of which is required in order to maintain operational integrity. The funding budget for this project includes \$1.1 million in long-term borrowing.

The Wellington Pump Station Upgrade is an \$8.9 million Southern Community Wastewater capital project undertaken to upgrade and replace equipment due to the age of the facility (40+ years) and will address risks of spills to the environment, maintenance and service interruptions, ventilation, and odour. The funding budget for this project includes \$5.85 million in long-term borrowing.

The GNPCC Grit and Sedimentation Tank Relining project is an \$8.3 million Southern Community Wastewater capital project and is a scheduled undertaking to reline the internal wetted concrete surfaces and replace the collector systems, effluent weir box, and tank inlet/outlet baffles and is part of the GNPCC Preventative

Maintenance and Asset Management Program. The funding budget for this project includes \$6.3 million in long-term borrowing.

Dashwood Fire Hall Loan Authorization Bylaw No. 1789 authorized borrowing of \$6.2 million for the purpose of designing and constructing a new fire hall for the Dashwood Fire Hall Service Area. The Temporary Borrowing Bylaw No. 1893 will prevent the Loan Authorization Bylaw from expiring and secure these funds for use in the future as needed.

FINANCIAL IMPLICATIONS

The 2024-2028 Financial Plan includes the borrowing and the repayment of the debt for the Basement MCC Replacement, the Wellington Pump Station upgrades and the Grit and Sedimentation Tank Relining projects, all of which are within the Southern Community Sewer Local Service area, as well as that for the Dashwood Fire Hall construction project.

STRATEGIC PLAN ALIGNMENT

Planning and Managing for Growth - Understand and develop an inter-connected framework of strategies and plans to manage growth to support complete communities, including planning, transportation, infrastructure, and fiscal sustainability.

REVIEWED BY:

- M. Manhas, Manager, Capital Accounting and Financial Reporting
- T. Moore, Chief Financial Officer
- C. Crabtree, General Manager, Corporate Services
- D. Holmes, Chief Administrative Officer

ATTACHMENT(S)

1. Southern Community Sewer Local Service Basement Motor Control Centres Replacement Loan Authorization Bylaw No. 1905, 2024
2. Southern Community Sewer Local Service Wellington Pump Station Upgrade Loan Authorization Bylaw No. 1906, 2024
3. Southern Community Sewer Local Service Grit and Sedimentation Tank Relining Loan Authorization Bylaw No. 1907, 2024
4. Dashwood Fire Hall Temporary Borrowing Bylaw No. 1893, 2024