


DEPARTMENT: Corporate Services	
	TOPIC: Borrowing Bylaw 25/2025 - Aldersyde Water Treatment Plant - (2nd & 3rd Reading)
REPORT PRESENTED BY: Director of Corporate Services Reginald Hammond	

PURPOSE OF REQUEST

To consider proposed amendments to Bylaw 31/2023 being a borrowing bylaw for the Aldersyde Water Treatment Plant.

BACKGROUND

The amendment to Bylaw 31/2023, as outlined in Bylaw No. 25/2025, is driven by the need for additional funding due to increased project costs and to take advantage of favorable financial conditions for the construction of the Aldersyde water treatment plant and associated pipelines.

Section 258(5) of the Municipal Government Act states that 'If (a) a borrowing bylaw that authorizes the borrowing has been passed, (b) the money to be borrowed is insufficient because the cost of the capital property has increased, and (c) the increased cost does not exceed 15% of the original cost of the capital property, the borrowing bylaw that authorizes the borrowing of the increased cost does not have to be advertised.

This adjustment increases the borrowing bylaw by an additional \$6 million, bringing the total borrowing amount to \$31 million to secure adequate financing for the project.

Additionally, the adjustment of the interest rate from 9% to a more favorable 6% reflects current financial market trends, allowing for more sustainable debt servicing and reducing the overall financial burden on the municipality.

Council provided first reading of the Borrowing Bylaw 25/2025 at the April 9, 2025 Council meeting.

REQUEST OF COUNCIL

Proposed Motion:

That Council grant second and third reading to Borrowing Bylaw 25/2025.

APPENDICES

Appendix A: Bylaw 25/2025 - Borrowing Bylaw - Aldersyde Water Treatment Plant