

Memo



Date: June 8, 2011
File: 5600-07
To: City Manager
From: Manager, Special Projects
Subject: Poplar Point Pump Station Upgrade

Report Prepared by: Kent Levang, Financial Analyst

Recommendation:

THAT Council approves borrowing from the Municipal Finance Authority of British Columbia, as part of their 2011 fall issue, \$2,000,000 as authorized through Loan Authorization Bylaw No. 9625 which authorized the construction of the Poplar Point Pump Station Upgrade;

AND THAT the Regional District of Central Okanagan be requested to prepare a security issuing bylaw with a 20 year term.

Purpose:

To obtain Council approval that the Regional District of Central Okanagan be requested to prepare a security issuing bylaw with a 20 year term.

Background:

Design work for major electrical upgrades to the Poplar Point pump station was required to install equipment upgrades that had been pre-purchased. This upgrade was required to meet system growth requirements and to replace 30-year old equipment now beyond its useful life. The station will also include an electrical provision for UV treatment. This is a \$3.55 million project that will be funded partially through debenture debt.

On June 19, 2006, Bylaw No. 9625 was read a first, second, and third time by Municipal Council. The approval of the Inspector of Municipalities was received on August 3rd, 2006, and the approval of the Electors by Alternative Approval Process was completed on October 30th, 2006. Bylaw No. 9625 was adopted by the Municipal Council of the City of Kelowna on November 6, 2006. Certificate of Approval # 16045 was issued by the Province of British Columbia on December 21, 2006.

Legal/Statutory Procedural Requirements:

Under the Community Charter, Section 182, Municipal financing through regional district, the authority for the Regional District to proceed with borrowing through the Municipal Finance Authority of British Columbia requires a Council resolution and the adoption of a municipal loan authorization bylaw by the Regional District (previously under the Local Government Act a security issue bylaw was required by the municipality).

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Considerations that were not applicable to this report:

Internal Circulation:

Legal/Statutory Authority:

Existing Policy:

Financial/Budgetary Considerations:

Personnel Implications:

External Agency/Public Comments:

Community & Media Relations Comments:

Alternate Recommendation:

Considerations not applicable to this report:

Submitted by:

Jackie Dueck

J. Dueck, Manager Special Projects

Approved for inclusion

KG

K. Grayston, Director, Financial Services