

THE CORPORATION OF THE CITY OF NORTH BAY

BY-LAW NO. 2005-121

**BEING A BY-LAW TO AUTHORIZE THE
FUNDING OF THE NEW WATER FILTRATION PLANT**

WHEREAS the *Municipal Act, 2001* (S.O. 2001, c-25), Section 326 authorizes the Council to pass a by-law for the purposes therein stated;

AND WHEREAS the *Municipal Act, 2001* (S.O. 2001, c-25), Section 401 authorizes the Council to pass a by-law for the purposes herein stated;

AND WHEREAS the Council passed Resolution 2005-373 at its meeting held May 24, 2005, authorizing the expenditure of funds for the construction of the new Water Filtration Plant, with a net debenture cost of \$9,000,000.00;

NOW, THEREFORE, THE COUNCIL OF THE CORPORATION OF THE CITY OF NORTH BAY HEREBY ENACTS AS FOLLOWS:

1. That the expenditure of \$9,000,000.00 for the construction of the new Water Filtration Plant for the following be hereby authorized:

Preliminary water treatability study, pilot testing etc.	\$ 500,000
Detailed design, tender preparation/evaluation	\$ 1,000,000
Building construction value	\$28,000,000
Purchase of membranes	\$ 6,700,000
Land acquisition	\$ 400,000
Construction services (Consultant's cost of 2.5%)	\$ 1,150,000
Project management (City's and OCWA costs)	\$ 500,000
Building permit and approvals	\$ 250,000
Park reconstruction	\$ 250,000
Landscaping, parking, storm water and site reconstruction	\$ 500,000
Demolition of old building	\$ 200,000
Contingencies (10%)	\$ 4,500,000
Temporary financing costs (3.25%)	<u>\$ 1,550,000</u>

TOTAL PROJECT COST \$45,500,000

Less:

Provincial Funding - OSTAR (1/3 of costs incurred prior to May 2004)	\$ 116,263
Provincial Funding - COMRIF	\$14,998,333
Provincial Funding – NOHFC (\$4,000,000 less \$269,225 for UV system)	\$ 3,730,775
Federal Funding – COMRIF	<u>\$14,998,333</u>

TOTAL PROVINCIAL AND FEDERAL FUNDING \$33,843,704

NET CITY COST (Including \$1,590,000 already authorized in
By-Law No 2003-57) \$11,656,296

Less:

Water Treatment Surcharge to Be Collected By December 2006 \$ 2,656,296

Net Amount to be Debentured \$ 9,000,000

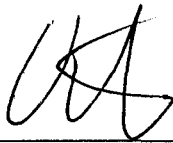
2. That the Treasurer of the City of North Bay is hereby authorized to borrow from time to time from any bank or person by way of promissory note or notes temporary advances of money to meet the cost of work as aforesaid pending the completion thereof and pending the issue and sale of the debentures hereinafter referred to but in no event shall the aggregate of such borrowings exceed the amount of \$9,000,000.00 limited in this by-law.

3. Any promissory note or notes issued pursuant to paragraph 2 hereof shall be sealed with the seal of The Corporation of the City of North Bay and signed by the Mayor or Deputy Mayor and the Treasurer of the City of North Bay.
4. That the cost of the works be funded first from the water rates, and if required the balance be funded by debentures to be issued when the work is completed to pay for the cost of such work shall bear interest at such rate as the Council may determine and shall be made payable within fifteen (15) years and shall be a charge against all rateable property in the Urban Service Area of The Corporation of the City of North Bay, to such an extent as to repay the principal and interest on a principal amount not to exceed \$9,000,000.00.

READ A FIRST TIME IN OPEN COUNCIL THIS 6TH DAY OF JUNE, 2005.

READ A SECOND TIME IN OPEN COUNCIL THIS 6TH DAY OF JUNE, 2005.

READ A THIRD TIME IN OPEN COUNCIL AND ENACTED AND PASSED THIS 6TH DAY OF JUNE, 2005.



MAYOR



CITY CLERK