

RURAL MUNICIPALITY OF REYNOLDS

By-law No.07-2021

Being a By-law of the Rural Municipality of Reynolds to authorize the Expenditure and Borrowing of money for the construction of a new water treatment plant in the community of Prawda as a Local Improvement.

Whereas Section 311 of *The Municipal Act*, S.M. 1996, C.58, provides in part as follows:

If approved by by-law, a municipality may undertake, as a local improvement for the benefit of all or part of the municipality,

- (a) the acquisition, development, upgrading or replacement of one or more of the following:
 - (ii) water supply, treatment and distribution facilities;

And Whereas subsection 320(1) of *The Municipal Act* provides as follows:

Subject to subsection (2) to (6) and subsection 321(4), a Council may by by-law

- (a) approve the local improvement or special service as set out in the plan or proposal; and
- (b) authorize the municipality to impose taxes as set out in the plan or proposal.

And Whereas Section 172 of *The Municipal Act* provides in part as follows:

In this Division,

"Borrowing" means the borrowing of money, and includes

- (b) borrowing to pay for a local improvement under Division 4 (Local Improvements and Special Services) of Part 10,
- (e) issuing debentures.

And Whereas, the Council of the Rural Municipality of Reynolds has prepared Local Improvement Plan No. 1-2021 providing for the spending, borrowing authority, and imposition of taxes for the construction of a new water treatment plant as a local improvement pursuant to Part 10 of *The Municipal Act*;

And Whereas, in order to complete such undertaking, it will be necessary for the Rural Municipality of Reynolds to borrow the sum of \$300,000.00 as hereinafter provided, which is the amount of the debt intended to be created by this by-law;

And Whereas the consecutive annual amounts, including principal and interest, required to be raised each year for 15 years, as hereinafter provided, for paying the principal and interest under this by-law are the amounts set out in Schedule "A" hereto;

And Whereas the requirements are prescribed in Sections 318, 319 and 320 of *The Municipal Act* have been complied with;

And Whereas the amount of the existing borrowing debt of the Rural Municipality of Reynolds is \$0.00, of which no portion of the principal or of the interest thereon is in arrears;

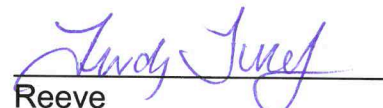
Now Therefore the Council of the Rural Municipality of Reynolds in regular (or special) session assembled, enacts as follows:

1. That pursuant to subsection 320(1) of *The Municipal Act*, Rural Municipality of Reynolds adopt Local Improvement Plan No. 1-2021 attached hereto as Schedule "B".

2. That the Rural Municipality of Reynolds may expend up to six hundred thousand dollars (\$600,000.00) for the purpose of construction of a new water treatment plant in the community of Prawda to replace the existing Co-op plant as a local improvement.
3. That for the aforesaid project, the said municipality may borrow three hundred thousand dollars (\$300,000.00) such borrowing shall be issued by the Rural Municipality of Reynolds in the Province of Manitoba, and shall be payable at Sunova Credit Union in the community of Whitemouth, and shall be dated the 31st day of December, A.D. 2022.
4. That the said borrowing shall bear interest at a rate estimated for the time being at 4% per annum, and subject in any event to the authorization of The Municipal Board at the time of sale, and shall mature in accordance with the maturities set out in Schedule "A" hereto on the 31st day of December in each of the years 2023 to 2038, both inclusive.
5. That the issuance of borrowings shall be signed by the Reeve, or by some other person authorized by by-law to sign same, and by the Chief Administrative Officer of the Rural Municipality of Reynolds and there shall be affixed thereto the corporate seal of the said municipality.
6. That during the currency of the said borrowing; namely, in each of the years 2023 to 2038, both inclusive, there shall be raised annually by a special per parcel -rate on all rateable property in the community of Prawda as described in Schedule "C" hereto an amounts sufficient to provide for the principal and interest requirements hereunder
7. That pursuant to subsection 174(3)(d) of *The Municipal Act*, pending the issue of the borrowing, the Council of the Rural Municipality of Reynolds may agree with a bank or person or borrow from the general funds of the municipality for temporary advances from time to time to meet expenditures incurred for the purpose aforesaid, and the total of such advances shall not exceed three hundred thousand dollars (\$300,000.00).
8. That, at any time prior to or within (30) days following completion of the work, any ratepayer of the area affected by the local improvement as described in Schedule "C" hereto may commute and pay in one principal sum that part of his/her share of the debt herein authorized in respect of the frontage and/or flankage OR per parcel rate(s) provided herein to the said Chief Administrative Officer of the Rural Municipality of Reynolds and thereafter no frontage and/or flankage OR per parcel rate(s) shall be levied against his/her said lands in respect of the borrowing to be authorized herein.

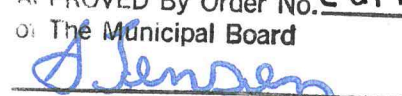
Done and Passed by a by-law of the Rural Municipality of Reynolds in the Province of Manitoba this 11 day of January, 2022.

MUNICIPAL S E A L


Reeve

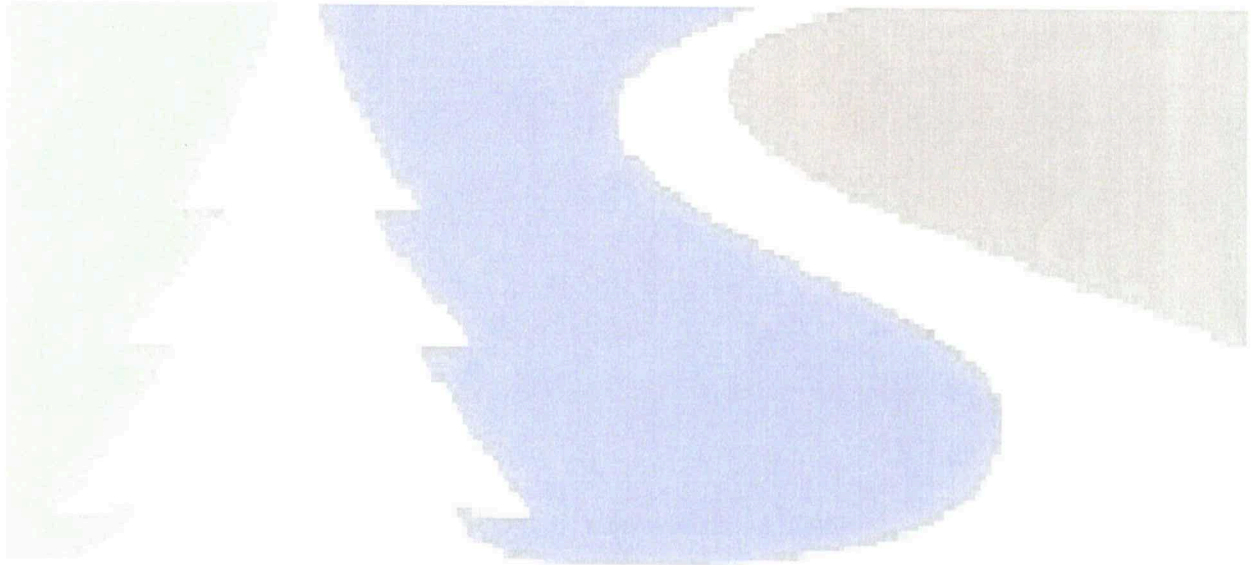

Chief Administrative Officer

Read a first time this 24 day of November, A.D. 2021.

As PROVED By Order No. E-21-137
Of The Municipal Board

Secretary

Read a second time this 11 day of January A.D. 2022
Read a third time this 11 day of January A.D. 2022

Note: Original and three certified copies to be submitted prior to second reading



RURAL MUNICIPALITY OF REYNOLDS

Construct new Water
Treatment Plant

SCHEDULE - A TO BYLAW NO. 07-2021

Local Improvement Debenture Issue

Term (Yrs): 15	Amount: 300,000.00
Date: December 31, 2022	Rate (%): 4.0000
Payable: December 31, 2023- 2038	Annual Payment: 26,982.33
	First Year's Payment: 26,982.33
	Last Year's Payment: 26,982.33

MATURITY SCHEDULE

Year	Interest	Principal	Balance
2023	12,000.00	14,982.33	285,017.67
2024	11,400.71	15,581.62	269,436.05
2025	10,777.44	16,204.89	253,231.16
2026	10,129.25	16,853.08	236,378.08
2027	9,455.12	17,527.21	218,850.87
2028	8,754.03	18,228.30	200,622.57
2029	8,024.90	18,957.43	181,665.14
2030	7,266.61	19,715.72	161,949.42
2031	6,477.98	20,504.35	141,445.07
2032	5,657.80	21,324.53	120,120.54
2033	4,804.82	22,177.51	97,943.03
2034	3,917.72	23,064.61	74,878.42
2035	2,995.14	23,987.19	50,891.23
2036	2,035.65	24,946.68	25,944.55
2037	1,037.78	25,944.55	0.00
TOTALS	104,734.95	300,000.00	404,734.95

**RURAL MUNICIPALITY OF REYNOLDS
LOCAL IMPROVEMENT PLAN NO 1-2021**

SCHEDULE "B" TO BY-LAW NO 07/2021

(Pursuant to subsection 315(1) of *The Municipal Act*)

1) Description of the Proposed Local Improvement

The local improvement proposed herein involves the following:

Construction of a new Water Treatment Plant. The current plant owned and operated by the Prawda water Co-op is outdated and does not supply sufficient water for the hamlet of Prawda. Prawda has been under a boil water advisory for approximately 20 years. The Prawda water co-op has approached council to construct a new Treatment plant as a Local Improvement benefiting only those connecting to the distribution lines.

2) Properties Over Which Local Improvement Tax Will Be Imposed

The Local Improvement Tax required under this proposal will be levied on those properties located within the community of Prawda and currently connected or have access to be connected to the water distribution lines as hereto attached in Schedule "C".

3) Identification of Potential Taxpayers Under the Plan

Potential taxpayers will be current members of the water Co-op and any new connections at the time of construction.

4) Method and Rate of Calculating Local Improvement Tax

The Local Improvement Tax under this proposal is to be calculated as an amount per parcel (equal amount per property/connection).

The rate will be:

Cash (lump sum) option:

\$13,043.48 paid by a date set by council OR

Finance option:

\$1173.15 paid annually (local improvement tax on property tax statements) for 15 years

5) Estimated Cost of Local Improvement

Total Project Cost of \$600,000.00 includes construction of a new Water Treatment Plant, decommissioning of the existing plant and new connections.

Particulars of Borrowing

Amount:	\$300,000.00
Term:	15 Years
Estimated Interest Rate:	4.00 % per annum
Annual Payment	\$ 26,982.33

6) Sources of Funding

To be cost shared by the Province of Manitoba (MWSB) 50% and the Rural Municipality of Reynolds 50%.

- a) Province of Manitoba \$300,000.00
- Manitoba Water Services Board
- b) Rural Municipality of Reynolds \$300,000.00
- Borrowing

7) Annual Operating Cost

The annual operating and maintenance costs of the proposed local improvement will be funded by the same properties. Estimated operating costs are \$34,100.00 per year. This will also include a transfer to the Prawda Water utility reserve. These costs will be funded by water rates billed to each connection.

Dated at Hadashville, MB, this 24 day of November, 2021.

Kim Furgala, CMMA, CMML
Chief Administrative Officer
Rural Municipality of Reynolds

RURAL MUNICIPALITY OF REYNOLDS
SCHEDULE "C"
TO BY LAW NO. 07-2021

ROLL NUMBER	CIVIC ADDRESS	LEGAL DESCRIPTION	CASH OPTION	FINANCE OPTION
102500	PR 506	1-9843	13,043.48	1173.15
100800	PR506	1/2 6109	13,043.48	1173.15
109800	44004 PR 506	RL 190-8-13E	13,043.48	1173.15
102525	43157 River Road	1-9843	13,043.48	1173.15
102600	73008 River Road	2-9843	13,043.48	1173.15
102700	73014 River Road	3-9843	13,043.48	1173.15
102800	73020 River Road	4-9843	13,043.48	1173.15
102850	73026 River Road	5-9843	13,043.48	1173.15
109500	73045 River Road	RL 18-8-13E	13,043.48	1173.15
110100	44014 PR 506	RL 19-8-13E	13,043.48	1173.15
109725	44026 PR 506	1-25602	13,043.48	1173.15
109740	44039 A+B	5-14554	13,043.48	1173.15
110510	44076 PR 506	RL 20-8-13E	13,043.48	1173.15
110485	18 White Tail Trail	2-59329	13,043.48	1173.15
110480	19 White Tail Trail	2-1-18021	13,043.48	1173.15
109711	44023 PR 506	1-14554	13,043.48	1173.15
109710	44027 PR 506	1-20894	13,043.48	1173.15
110475	Whitetail Trail	13-65385	13,043.48	1173.15
110585	8 Fire Hall Rd. E	3-43159	13,043.48	1173.15
110508		4-65385	13,043.48	1173.15
110516		7-65385	13,043.48	1173.15
110470	Fire Hall Rd W	RL 20-8-13E	13,043.48	1173.15
110590	20 Fire Hall Rd E	Pt RL 20-8-13E	13,043.48	1173.15
	TOTAL		300,000.04	26982.45