

COUNCIL REPORT

M&C No.	2019-155
Report Date	June 12, 2019
Meeting Date	June 17, 2019
Service Area	Finance and Administrative Services

His Worship Mayor Don Darling and Members of Common Council

SUBJECT: Green Municipal Project Loan and Grant Agreement - Canada Games Aquatic Center Energy Efficiency Retrofit

OPEN OR CLOSED SESSION

This matter is to be discussed in open session of Common Council.

AUTHORIZATION

Primary Author	Commissioner/Dept. Head	City Manager
<i>Craig Lavigne</i>	<i>Cathy Graham/Kevin Fudge</i>	<i>John Collin</i>

RECOMMENDATION

RESOLVED: that the New Brunswick Municipal Finance Corporation issue a debenture to the City of Saint John in the amount of \$1,428,000 for a ten year term.

EXECUTIVE SUMMARY

The City of Saint John applied for a low interest loan and grant as part of the Green Municipal Fund Project Loan Agreement and was successful in the application and funding is available to be released to the City. The loan and grant was related to the Canada Games Aquatic Centre energy efficiency retrofit projects that were all completed by 2018.

PREVIOUS RESOLUTION

2018-299 - Green Municipal Project Loan and Grant Agreement - Canada Games Aquatic Center Energy Efficiency Retrofit

REPORT

The City of Saint John secured a grant and loan as part of the FCM's, Green Municipal Fund Project Loan Agreement. The funding is in relation to the energy efficiency retrofit capital project completed at the Canada Games Aquatic Centre. The energy efficiency improvements included air handling units, heat exchangers, HVAC control upgrades, high efficiency boilers and domestic hot water systems.

As part of this agreement, the money must be dispersed through New Brunswick Municipal Finance Corporation and requires a formal application for financing to be completed.

The term of the loan is \$1,428,000 for 10 years with an interest rate of 3.41%. However, as part of this loan there is a grant for \$214,167, which brings that actual effective rate of the loan below 1%.

SERVICE AND FINANCIAL OUTCOMES

This debenture will be a fix charge for the City of Saint John for 10 years.

INPUT FROM OTHER SERVICE AREAS AND STAKEHOLDERS

N/A

ATTACHMENTS

FCM Confirmation Letter