



Staff Report

Report To: Dan Best, Chief Administrative Officer

From: **Don Giberson, Director of Infrastructure & Development**

Date: February 19 2019

Report: ESD.19.11

Subject: Early Adoption of capital budgets for the Shipka Line, Parr Line and Huron Street rural watermain replacement projects.

Recommendations:

That South Huron Council receive the report from Don Giberson, Director of Infrastructure and Development RE: Early Adoption of capital budgets for the Shipka Line, Parr Line and Huron Street rural watermain replacement projects, AND;

That South Huron Council approve the capital budgets for Shipka Line, Parr Line and Huron Street rural watermain replacement projects prior to adoption of the 2019 annual budget and authorize these projects to proceed to tender.

Purpose:

To obtain Council approval of the capital budgets for the Shipka Line, Parr Line and Huron Street rural watermain replacement projects prior to the approval of the 2019 annual budget.

Background and Analysis:

The watermain replacement projects on Shipka Line (Kirkton Road to Dashwood Road), Parr Line (north and south of Crediton) and Huron Street (Corbett Line to west end) involve the replacement/upgrade of the existing

watermain, as part of an asset management plan and as recommended in the Water & Wastewater Master Plan.

All three projects were planned to be tendered under a single contract to reduce engineering/tendering costs; maximize efficiencies and to achieve economy of scale to obtain the most cost effective result for the Municipality. All projects are tender ready, as the design work was completed last year and all necessary approvals are in place.

Staff recommend that early adoption of rural watermain replacement projects on Shipka Line, Parr Line and Huron Street be considered by Council. It is expected that early tendering will provide the Municipality with the lowest possible construction costs and will facilitate earlier completion of the projects.

Operational Considerations:

There were no alternatives considered.

South Huron's Strategic Plan:

Section 6.2.2 of the Municipality of South Huron 2015- 2019 Strategic Plan identifies key objectives that are reflective of the collective perspectives of the strategic planning process.

The recommendations and actions outlined in this report are reflective of the following strategic objectives:

Administrative Efficiency and Fiscal Responsibility

Increased Communications and Municipal Leadership

Transparent, Accountable and Collaborative Governance

Dedicated Economic Development Effort

Financial Impact:

The rural watermain replacement projects are funded entirely from water user fees and/or Water Replacement Reserve. There is no financial impact on the tax levy.

Each project is included in the proposed 2019 Water Capital Budget as follows:

1. Shipka Line (Kirkton Road to Dashwood Road) in the amount of \$599,973
2. Parr Line (North and south of Crediton) in the amount of \$587,873
3. Huron Street (Corbett Line to west end) in the amount of \$149,809

Legal Impact:

There are no legal implications for the Corporation resulting from the proposed recommendation.

Staffing Impact:

There are no staffing implications for the Corporation resulting from the proposed recommendation.

Policies/Legislation:

1. Proposed 2019 Water Capital Budget

Consultation:

Director of Financial Services / Clerk

Related Documents:

None

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Don Giberson', enclosed within a large, loopy oval shape.

Don Giberson, Director of Infrastructure & Development