

**STAFF REPORT TO COUNCIL**

**Report Prepared By:** Geoff Goodall, Director of Infrastructure Services  
**Meeting Date:** June 16, 2020  
**File No:**  
**RE:** **Holland Creek Supply Main (Phase 2)**

**RECOMMENDATION:**

That Council direct staff to:

1. Defer the High Street Watermain project from 2020 to a future year;
2. Complete the design and tender of the Holland Creek Water Supply Main (Phase 2) project; and
3. Amend the 2020-2024 Financial Plan to include \$382,000 for the Holland Creek Water Supply Main (Phase 2) project with the funding to come from the High Street Watermain Project, the remaining funds from Phase 1 of the Holland Creek Water Supply Main project and the remaining \$198,000 to come from the Water Capital Reserve.

**EXECUTIVE SUMMARY:**

The 2020 Capital Plan included the replacement of the High Street watermain from 1<sup>st</sup> Avenue to the Trans Canada Highway. The project tender was cancelled due to the COVID-19 pandemic and the effect the project would have on downtown businesses. Staff are proposing the Holland Creek Water Supply Main (Phase 2) as an alternative project, which will require accessing additional funds from Capital Reserves.

**PREVIOUS COUNCIL DIRECTION**

<b>Resolution</b>	<b>MeetingDate</b>	<b>ResolutionDetails</b>
CS 2019-358	11/04/2019	That Council: 1. Award Contracts 1 and 2 for the Holland Creek Water Supply Main Replacement to IWC Excavating Ltd. for \$367,293.15 including GST; 2. Increase the water capital budget for the project titled Holland Creek Water Supply Main by \$60,000 to a total project cost of \$443,000, with the additional funds to come from the 2019 projected water surplus; and 3. Direct staff to amend the 2019-2023 Financial Plan accordingly.

**INTRODUCTION/BACKGROUND:**

The replacement of the watermain on High Street from 1<sup>st</sup> Avenue to the Trans Canada Highway was included in the 2020 Capital Plan. Although the project was tendered, staff



cancelled the tender prior to closing due to the COVID-19 pandemic. The concern was that the project would cause disruption to downtown businesses that were already struggling to recover from the pandemic.

As an alternative to the High Street project, staff propose completing Phase 2 of the Holland Creek Water Supply Main. In 2019, Council completed Phase 1 of this project which was located at the section of watermain on the Holland Creek Trail from Colonia Drive to Mackie Road at the Holland Creek parking lot. Phase 2 will connect from this point to the intersection of Mackie Road and Malone road.

**ALTERNATIVES:**

Council can choose to:

1. Direct staff not to complete a watermain project in 2020; or
2. Retender the High Street watermain project.

**FINANCIAL IMPLICATIONS:**

The cost to complete the Phase 2 project has been estimated at \$382,000 including engineering. There is \$24,000 remaining in the Phase 1 project and \$160,000 in the High Street budget, for a total of \$184,000. This leaves a budget shortfall of \$198,000. It is proposed that this shortfall be obtained from the Water Capital Reserve.

**LEGAL IMPLICATIONS:**

Staff have not identified any legal implications.

**CITIZEN/PUBLIC RELATIONS IMPLICATIONS:**

N/A

**INTERDEPARTMENTAL INVOLVEMENT/IMPLICATIONS:**

This project will be managed by Engineering, although the bulk of the work will be completed by the consultant.

**ALIGNMENT WITH SUSTAINABILITY VISIONING REPORT:**

- |   |  |
|---|--|
| <input type="checkbox"/> Complete Community Land Use          | <input type="checkbox"/> Low Impact Transportation |
| <input type="checkbox"/> Green Buildings                      | <input type="checkbox"/> Multi-Use Landscapes      |
| <input checked="" type="checkbox"/> Innovative Infrastructure | <input type="checkbox"/> Local Food Systems        |
| <input type="checkbox"/> Healthy Community                    | <input type="checkbox"/> Local, Diverse Economy    |
| <input type="checkbox"/> Not Applicable                       |  |

**ALIGNMENT WITH STRATEGIC PRIORITIES:**

- |  |   |
|--|---|
| <input checked="" type="checkbox"/> Infrastructure | <input type="checkbox"/> Economy        |
| <input type="checkbox"/> Community                 | <input type="checkbox"/> Not Applicable |
| <input type="checkbox"/> Waterfront                |   |

*I approve the report and recommendation(s).*

**Erin Anderson, A/Chief Administrative Officer**

**ATTACHMENT(S):**

None