Agenda – Council – February 24, 2010

Report – Executive Policy Committee – February 3, 2010

Item No. 4 Provision of Water and Wastewater Servicing for the Manitoba Hydro Riel Station site adjacent to the City's Deacon Reservoir site in the R.M. of Springfield
eFile EP-2.1

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On February 3, 2010, the Executive Policy Committee concurred in the recommendation of the Winnipeg Public Service and submits the following to Council:

1. That the Water and Waste Department be granted permission to negotiate a Servicing Agreement with Manitoba Hydro for the provision of water and wastewater services to the Riel Station site.

2. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

Report – Executive Policy Committee – February 3, 2010

DECISION MAKING HISTORY:

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On February 3, 2010, the Executive Policy Committee concurred in the recommendation of the Winnipeg Public Service and submitted the matter to Council.

ADMINISTRATIVE REPORT

ISSUE: PROVISION OF WATER AND WASTEWATER SERVICING FOR THE MANITOBA HYDRO RIEL STATION SITE ADJACENT TO THE CITY'S DEACON RESERVOIR SITE IN THE R.M. OF SPRINGFIELD

Critical Path: Executive Policy Committee - Council

AUTHORIZATION

Author	Department Head	CFO	CAO
Mike Shkolny, P. Eng. Manager of Engineering Services	B.D. MacBride, P. Eng. Director, Water and Waste	M. Ruta	G. Laubenstein

RECOMMENDATIONS

1. That Council grant the Water and Waste Department permission to negotiate a Servicing Agreement with MB Hydro for the provision of water and wastewater services to the Riel Station site.

IMPLICATIONS OF THE RECOMMENDATIONS

The provision of sewer and water services to the Manitoba Hydro Riel Station located in the R.M. of Springfield in the Capital Region.

City Council has adopted a policy regarding service sharing with adjoining municipalities in the Capital Region that requires servicing agreements to be government-to-government in nature and therefore approval from Council is required to enter into a servicing agreement with MB Hydro.

HISTORY

- A letter from Bob Brennan, MB Hydro, dated March 12, 2009, was received requesting water (domestic and fire protection) and wastewater services for the Riel Station.
- Riel Station is a major sectionalization project to improve power reliability and link future transmission upgrades, and will be constructed in phases over a number of years.
- Initial site development will include transformers and switching facilities requiring fire protection and limited water and wastewater services

- Future phase will require water and wastewater services to support a facility of approximately 30 staff.
- MB Hydro and their engineering service providers have discussed this request with Water and Waste Department staff and it is recommended that sewer and water services be provided to the Riel Station.
- Currently the R.M. of Springfield does not have the infrastructure to provide piped water and wastewater servicing to the Riel site.
- MB Hydro is proposing to fund the capital cost of servicing and pay the required water and wastewater rates.
- Provision of piped water and wastewater services are technically feasible from Deacon Reservoir site.
- Wastewater from the Deacon Reservoir site is presently conveyed to the City of Winnipeg's collection system via a forcemain crossing the floodway and could accommodate wastewater from the anticipated Riel Station development.

FINANCIAL IMPACT

The following financial impact statement for this project has been prepared in accordance with the recommendation adopted by Council on December 13, 2000.

Financial Impact Statement **Date:** June 26, 2009

Project Name: **First Year of Program** **2012**

PROVISION OF WATER AND WASTEWATER SERVICING FOR THE MANITOBA HYDRO RIEL STATION SITE ADJACENT TO THE CITY'S DEACON RESERVOIR SITE IN THE R.M. OF SPRINGFIELD

	2012	2013	2014	2015	2016
Capital					
Capital Expenditures Required	$ -	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	-	-	-	-	-
Additional Capital Budget Required	$ -	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other - Enter Description Here	-	-	-	-	-
Total Funding	$ -	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ -				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ -	$ -	$ -	$ -	$ -
Less: Incremental Revenue/Recovery	1,500	45,000	45,000	45,000	45,000
Net Cost/(Benefit)	$ (1,500)	$ (45,000)	$ (45,000)	$ (45,000)	$ (45,000)
Less: Existing Budget Amounts	-	-	-	-	-
Net Budget Adjustment Required	$ (1,500)	$ (45,000)	$ (45,000)	$ (45,000)	$ (45,000)

Additional Comments: Revenue is estimated to be $1,500.00 for 2012 increasing to $45,000.00 for 2013 to 2018 during the construction phase. After construction is complete revenue is estimated to be $11,000.00/year based on 2009 rates.

"Original signed by D. Capp, C.G.A."
Darlene Capp, C.G.A.
Acting Manager of Finance & Administration

je
26-Jun-09

CONSULTATION

In preparing this Report there was consultation with:

N/A

SUBMITTED BY

Water and Waste Department
Engineering Division
Prepared by: Duane Griffin/John Elias
Date: September 3, 2009
File No. 020-18-26-07-13