

AGENDA
SPECIAL MEETING OF MUNICIPAL COUNCIL
Via TELE & VIDEO CONFERENCE

Tuesday, June 30, 2020

- 1.** CALL TO ORDER
- 2.** APPROVAL OF AGENDA
- 3.** J Class Road Paving 1-2
- 4.** IN CAMERA
 - 4.1 Legal Advice re Contract Service under Section 22(2)(g) of the MGA
- 5.** ADJOURNMENT



Municipality of the District of Lunenburg

REQUEST FOR DECISION

REPORT TO: Mayor & Municipal Council

SUBMITTED BY: Tom MacEwan, CAO

DATE: June 26, 2020

RE: J Class Roads

RECOMMENDATION

Council approve cost sharing of the J Class Road lists (as provided by TIR – see list below) to the maximum funding amount of \$600,000 with the sources of funding to be \$249,000 from the Road Reserve, \$165,000 from the Operating fund (reallocated from the LCLC Renovations Project) and \$186,000 from the Operating Surplus Reserve.

BACKGROUND

By email dated June 22, 2020, TIR communicated with us to advise of an opportunity to enter a cost-sharing arrangement for additional J Class Road paving. The roads that TIR identified as being suitable that were not selected from our J Class Road submission list (with cost estimates) include:

Dawson Heights – Estimated at \$380,000 (50% cost share - \$190,000)
Levi Hebb Road – Estimated at \$595,000 (50% cost share - \$297,500)
Cove Road – Estimated at \$150,000 (50% cost share - \$75,000)
Darius Wile Road – Estimated at \$45,000 (50% cost share - \$22,500)
Pearl Street – Estimated at \$30,000 (50% cost share - \$15,000)

The total cost of the project is \$1.2 million and, at a 50-50 cost share, the MODL's portion of the expense would be \$600,000.

These roads represent the remaining roads from our J Class Road submission list that was provided to the Province in the fall.

This additional paving project, if approved by Council, would bring the total investment in road paving in the 2020-2021 fiscal year to \$2.6 million.

BUDGET IMPLICATION

We did not budget for this expense but we have identified sources of funding that could be accessed should Council decide to take advantage of this additional cost-sharing opportunity.

The sources of possible funding include the following:

1. Road Reserve – there is **\$249,000** in the road reserve that can be accessed for this project.
2. LCLC Capital Renovations – the 2020/2021 Budget includes \$412,500 which consists of \$247,500 from the LCLC Reserve and \$165,000 from Operating. Due to changes in the LCLC Renovation Plan, it is anticipated that there will be significant reduction in the costs. Given the foregoing, any renovation plan can be funded from the LCLC Reserve so the **\$165,000** allocated from the Operating Fund is available for the J Class Road project.
3. The 5 Year Financial Plan includes an Accessibility Placeholder which was to be funded in the amount of \$250,000 in 2021-2022 and 2022-2023 (for a total investment of \$500,000). Council could opt to reduce the planned allocation of \$250,000 in the 2021-2022 Budget from \$250,000 to \$64,000 and access **\$186,000** from the Operating Surplus Reserve this year to fund the J Class Road project.

The above sources of funding total \$600,000.

RECOMMENDED MOTION

Council approve cost sharing of the J Class Road lists (as provided by TIR – see list below) to the maximum funding amount of \$600,000 with the sources of funding to be \$249,000 from the Road Reserve, \$165,000 from the Operating fund (reallocated from the LCLC Renovations Project) and \$186,000 from the Operating Surplus Reserve.

Department: Administration	
Report Prepared By: Tom MacEwan, CAO	
Report Approved By: _____	Date: _____
Reviewed By CAO: _____	Date: _____