

# CORPORATE REPORT

NO: **R094** COUNCIL DATE: **May 7, 2012** 

### **REGULAR COUNCIL**

TO: Mayor & Council DATE: May 1, 2012

FROM: General Manager, Engineering FILE: 4709-904

General Manager, Finance and Technology

SUBJECT: Local Area Service Initiative for the West Bridgeview Low Pressure Sewer Area

- Final Costs and Apportionment - By-law No. 17001

### RECOMMENDATION

The Engineering Department and the Finance & Technology Department recommend that Council:

- 1. Approve amendments to "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001" to reflect the final costs of construction of the works covered by the By-law and the apportionment thereof all as detailed in Appendix II; and
- 2. Authorize the City Clerk to bring forward the necessary amendment By-law, attached as Appendix I, for the required readings and adoption by City Council.

### INTENT

The purpose of this report is to provide information about the final project costs for the "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001" and to obtain Council approval to bring forward an amendment By-law to reflect the final costs of construction of the project.

### **DISCUSSION**

At its Regular meeting on July 13, 2009 Council considered Corporate Report No. R119;2009 that recommended a Local Area Service (LAS) initiative be established as the means to finance the replacement of the existing Vacuum Sewer System (VSS) with a low pressure system in the West Bridgeview Area as illustrated in Appendix III. Council at that meeting approved the recommendations of the report.

Following approval by Council of the recommendations and based on the success of the petition process, Council by way of Council Resolution No. Rog-1673 authorized the replacement of the existing VSS with a low pressure sewer system. "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001" was given the required readings in accordance with Council's resolution.

The construction work is now completed and the final project costs have now been determined. The final project cost for each of the benefitting properties is consistent with the original estimate with the exception of two properties.

The costs for providing sewer service to the properties located at 12662 - 112A Avenue and 11444 - 124 Street were higher than originally estimated. It was originally expected that these properties would be serviced by way of a gravity system; however, during the detailed design it was discovered that both of these properties could only be serviced by way of a pumped system. A pumped system is more expensive to construct. The charges under the By-law for these two properties have been adjusted to 110% of the original estimate for each, which is the maximum permitted under the City's LAS Policy without having to re-petition all of the benefitting properties. The remainder of costs will be funded by the sewer utility. An amending by-law is necessary to adjust the amounts for which these two properties are responsible to pay.

In April 2009 the City received a \$5.67 million grant under the BC Build Canada Infrastructure Program, which represented two-thirds of the estimated cost to build the replacement steep-grade gravity sewer system in the West Cell of Bridgeview. The cost to complete the project was approximately \$1.0 million lower than originally estimated. In an effort to take advantage of the remaining funding from the BC Build Canada Infrastructure Program, the scope of work was expanded to include the replacement low pressure sewer system that is the subject of this report.

Based on the Completion Certificate, attached as Appendix IV to this report, the total project cost is \$1,881,561.44. With the remainder of \$990,077.63 from the grant under the BC Build Canada Infrastructure Program being applied to the project, \$891,483.81 is being funded through the LAS tax component, which represents 47.38% of the total project cost.

Appendix II summarizes how the costs of the project are being apportioned to the benefitting properties.

### Amendment By-law Required:

The "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001" needs to be amended to reflect the change in the expected recoveries from benefitting properties, as described in the previous section of this report. In this regard, it is recommended that an amendment by-law, a copy of which is attached as Appendix I to this report, be brought forward for the required readings and adoption.

### **Future Replacement Works in Bridgeview**

With the completion of the Phase 1 work, the following table documents the remaining phases of work to complete the replacement of the sewer system in Bridgeview:

Phase	Description	Schedule
2	Replacement of the remaining West Cell vacuum sewer	Initiate in 2012, and
	area and all the areas affected by the South Fraser	complete in 2013
	Perimeter Road	
3	Replacement of the East Cell vacuum sewer area with	To be established
	low pressure system on 115A and 115B Avenues	in the next 5 years
		or earlier should
		external funding
		materialize
4	Replacement of the remaining East Cell vacuum sewer	To be established
	area with Steep Grade Sewer System	in the next 5 years
		or earlier should
		external funding
		materialize

The area associated with each of these phases is illustrated on the map attached as Appendix V.

Staff is preparing a Corporate Report to forward for Council's consideration in the next few weeks that will recommend the initiation of the Phase 2 replacement works. Staff is attempting to secure funding from other orders of government to accelerate the works related to Phases 3 and 4, respectively.

The completion of the Phase 2 works will allow for the decommissioning of the west cell vacuum sewer, which will result in significant operational savings to the sewer utility. The completion of Phases 3 and 4 will allow for the decommissioning of the east cell vacuum sewer, which will result in further annual operational savings for the utility.

Vivienne Wilke, CGA General Manager, Finance & Technology Vincent Lalonde, P.Eng. General Manager, Engineering

### JA/RL/brb

Appendix I - By-law No. 17630 Amending "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001"

Appendix II - Cost Apportionment Report

Appendix III - Local Area Service Map

Appendix IV - Completion Certificate

Appendix V - Bridgeview Vacuum Sewer Replacement System - Phasing

## **CITY OF SURREY**

# BY-LAW NO. 17630

	A by-law to amend the provisions of "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001".	
The Co	uncil of the City of Surrey, in open meeting assembled, ENACTS AS FOLLOWS:	
1.	"Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001" is hereby amended as follows:	
	Appendix II is deleted in its entirety and new Appendix II Engineer's Report, Final Costs 8 Apportionment, attached hereto and forming a part of this by-law is inserted in its place.	Į
2.	This By-law shall be cited for all purposes as "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001, Amendment By-law, 2012, No. 17630".	
PASSE	D FIRST READING on the day of, 2012.	
PASSE	O SECOND READING on the day of, 2012.	
PASSE	O THIRD READING on the day of, 2012.	
	ISIDERED AND FINALLY ADOPTED, signed by the Mayor and Clerk, and sealed with the ate Seal on the day of, 2012.	
	MAYO	R
	CLER	K



# ENGINEER'S REPORT - FINAL COST & APPORTIONMENT LOCAL AREA SERVICE WEST BRIDGEVIEW LOW PRESSURE SEWER SYSTEM

# PROJECT 4709-904

### On COUNCIL INITATIVE - SUBJECT TO PETITION AGAINST

Pursuant to Section 21 of the "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001", the following provides the final costs and apportionment thereof.

Works: West Bridgeview Low Pressure Sewer System to replace the existing Vacuum

Sewer System

Location: West Bridgeview in the area roughly bounded by South Fraser Perimeter Road,

124 Street, 112A Avenue and King George Boulevard as shown highlighted in

Appendix I to this by-law.

Total Cost	\$1,881,561.44
LAS Tax Contribution to the Cost (%)	47.38%
LAS Tax Contribution to the Cost (\$)	\$891,483.81
System Replacement Component:	
Total Costs for Sewer System Replacement	\$799,810.83
Total Frontage of the Properties in the Local Service Area (m)	1745.04
Cost Per Linear Metre for Sewer System Replacement Tax	\$217.16
Component (at 47.38% recovery)	
<u>Lateral Sewer Component:</u>	
Total Costs for Sewer Lateral	\$386,888.43
Number of Properties in the Local Service Area	66
Cost per Sewer Lateral (at 47.38% recovery)	\$2,777.39

# <u>Pump Connection Component:</u>

Total Costs for Pump Connections	\$694,862.18
Number of Properties with Active Sewer Accounts	30
Cost per Pump Connection (at 47.38% recovery)	\$10,974.19

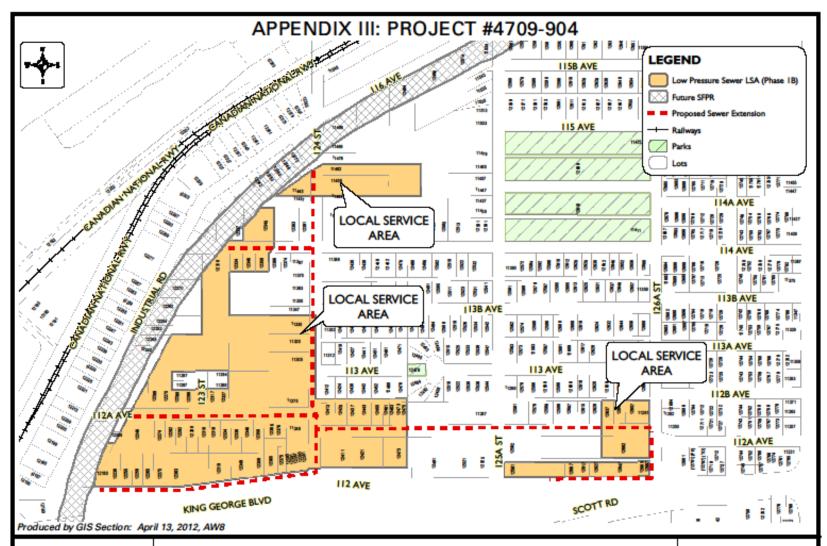
Amortization Period	15 years
Annual Interest Rate	5.70%

# **Cost Contribution**

	Address			Lot Frontage	ot Frontage System Sewer Lateral		Pump Connection	Total Local	Annual Payment
	House	Road	PID	(l.m.)	Replacement Component	Component	Component	Service Tax	Over a 15 Year Term
1	12246	112A AVE	003-663-205	58.56	\$12,716.81	\$2,777.39	\$0.00	\$15,494.20	\$1,564.20
2	12255	112A AVE	002-396-378	25.35	\$5,504.97	\$2,777.39	\$0.00	\$8,282.36	\$836.14
3	12269	112A AVE	009-570-586	19.5	\$4,234.59	\$2,777.39	\$0.00	\$7,011.98	\$707.89
4	12274	112A AVE	009-797-637	17.91	\$3,889.31	\$2,777.39	\$0.00	\$6,666.70	\$673.03
5	12275	112A AVE	009-570-624	19.5	\$4,234.59	\$2,777.39	\$10,974.19	\$17,986.17	\$1,815.78
6	12282	112A AVE	008-900-531	18.28	\$3,969.66	\$2,777.39	\$0.00	\$6,747.05	\$681.14
7	12289	112A AVE	009-570-659	19.5	\$4,234.59	\$2,777.39	\$0.00	\$7,011.98	\$707.89
8	12292	112A AVE	003-160-998	18.28	\$3,969.66	\$2,777.39	\$10,974.19	\$17,721.24	\$1,789.03
9	12299	112A AVE	004-703-651	19.5	\$4,234.59	\$2,777.39	\$0.00	\$7,011.98	\$707.89
10	12300	112A AVE	006-500-480	18.28	\$3,969.66	\$2,777.39	\$10,974.19	\$17,721.24	\$1,789.03
11	12310	112A AVE	009-797-688	18.28	\$3,969.66	\$2,777.39	\$10,974.19	\$17,721.24	\$1,789.03
12	12317	112A AVE	009-570-683	17.67	\$3,837.19	\$2,777.39	\$10,974.19	\$17,588.77	\$1,775.66
13	12318	112A AVE	009-797-718	18.28	\$3,969.66	\$2,777.39	\$10,974.19	\$17,721.24	\$1,789.03
14	12327	112A AVE	003-227-936	17.98	\$3,904.51	\$2,777.39	\$10,974.19	\$17,656.09	\$1,782.45
15	12334	112A AVE	011-376-333	18.28	\$3,969.66	\$2,777.39	\$0.00	\$6,747.05	\$681.14
16	12336	112A AVE	011-376-325	18.28	\$3,969.66	\$2,777.39	\$0.00	\$6,747.05	\$681.14
17	12346	112A AVE	011-376-309	18.28	\$3,969.66	\$2,777.39	\$0.00	\$6,747.05	\$681.14
18	12358	112A AVE	007-327-714	18.31	\$3,976.17	\$2,777.39	\$0.00	\$6,753.56	\$681.80
19	12366	112A AVE	008-057-541	36.58	\$7,943.66	\$2,777.39	\$10,974.19	\$21,695.24	\$2,190.22
20	12413	112A AVE	006-503-951	23.31	\$5,061.97	\$2,777.39	\$0.00	\$7,839.36	\$791.42
21	12425	112A AVE	006-503-926	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
22	12437	112A AVE	007-623-003	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
23	12443	112A AVE	007-622-848	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
24	12455	112A AVE	007-622-813	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
25	12461	112A AVE	007-622-741	10.1	\$2,193.30	\$2,777.39	\$0.00	\$4,970.69	\$501.81
26	12463	112A AVE	012-611-662	10.1	\$2,193.30	\$2,777.39	\$10,974.19	\$15,944.88	\$1,609.70
27	12475	112A AVE	002-777-452	20.12	\$4,369.23	\$2,777.39	\$10,974.19	\$18,120.81	\$1,829.37

	Address			Lot Frontage	System	Sewer Lateral	Pump Connection	Total Local	Annual Payment
	House	Road	PID	(l.m.)	Replacement Component	Component	Component	Service Tax	Over a 15 Year Term
28	12637	112A AVE	012-611-069	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
29	12647	112A AVE	007-856-253	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
30	12657	112A AVE	000-868-221	20.12	\$4,369.23	\$2,777.39	\$10,974.19	\$18,120.81	\$1,829.37
31	12662	112A AVE	011-161-779	37.4	\$8,121.73	\$2,777.39	\$10,974.19	\$21,873.31	\$2,208.20
32	12310	114 AVE	011-254-131	20.06	\$4,356.20	\$2,777.39	\$0.00	\$7,133.59	\$720.16
33	12334	114 AVE	011-397-969	21.33	\$4,631.99	\$2,777.39	\$0.00	\$7,409.38	\$748.01
34	12345	114 AVE	011-137-894	48.34	\$10,497.45	\$2,777.39	\$0.00	\$13,274.84	\$1,340.15
35	12346	114 AVE	002-785-277	21.33	\$4,631.99	\$2,777.39	\$10,974.19	\$18,383.57	\$1,855.90
36	12358	114 AVE	000-867-730	21.33	\$4,631.99	\$2,777.39	\$0.00	\$7,409.38	\$748.01
37	11275	124 ST	000-441-457	60.97	\$13,240.16	\$2,777.39	\$0.00	\$16,017.55	\$1,617.04
38	11305	124 ST	011-209-887	30.48	\$6,618.99	\$2,777.39	\$0.00	\$9,396.38	\$948.60
39	11325	124 ST	001-473-824	30.48	\$6,618.99	\$2,777.39	\$0.00	\$9,396.38	\$948.60
40	11335	124 ST	011-209-461	30.48	\$6,618.99	\$2,777.39	\$10,974.19	\$20,370.57	\$2,056.49
41	11444	124 ST	011-182-130	11.88	\$2,579.84	\$2,777.39	\$10,974.19	\$16,331.42	\$1,648.72
42	11445	124 ST	012-369-993	42.13	\$9,148.89	\$2,777.39	\$0.00	\$11,926.28	\$1,204.01
43	11456	124 ST	000-448-885	18.59	\$4,036.98	\$2,777.39	\$0.00	\$6,814.37	\$687.94
44	11462	124 ST	001-002-597	18.59	\$4,036.98	\$2,777.39	\$0.00	\$6,814.37	\$687.94
45	11261	126A ST	000-868-213	20.12	\$4,369.23	\$2,777.39	\$10,974.19	\$18,120.81	\$1,829.37
46	12180	INDUSTRIAL RD	000-629-324	27.9	\$6,058.72	\$2,777.39	\$0.00	\$8,836.11	\$892.04
47	12239	KING GEORGE BLVD	012-369-969	18.29	\$3,971.83	\$2,777.39	\$10,974.19	\$17,723.41	\$1,789.25
48	12255	KING GEORGE BLVD	002-159-406	18.29	\$3,971.83	\$2,777.39	\$10,974.19	\$17,723.41	\$1,789.25
49	12259	KING GEORGE BLVD	002-159-546	18.29	\$3,971.83	\$2,777.39	\$10,974.19	\$17,723.41	\$1,789.25
50	12265	KING GEORGE BLVD	004-681-975	18.29	\$3,971.83	\$2,777.39	\$0.00	\$6,749.22	\$681.36
51	12275	KING GEORGE BLVD	004-681-967	18.29	\$3,971.83	\$2,777.39	\$0.00	\$6,749.22	\$681.36
52	12303	KING GEORGE BLVD	003-919-897	73.48	\$15,956.81	\$2,777.39	\$10,974.19	\$29,708.39	\$2,999.18
53	12319	KING GEORGE BLVD	012-421-405	36.93	\$8,019.67	\$2,777.39	\$10,974.19	\$21,771.25	\$2,197.90
54	12349	KING GEORGE BLVD	008-277-877	36.93	\$8,019.67	\$2,777.39	\$10,974.19	\$21,771.25	\$2,197.90
55	12359	KING GEORGE BLVD	000-457-655	18.47	\$4,010.92	\$2,777.39	\$10,974.19	\$17,762.50	\$1,793.20
56	12365	KING GEORGE BLVD	011-137-983	23.21	\$5,040.25	\$2,777.39	\$10,974.19	\$18,791.83	\$1,897.11

	Address			Lot Frontage	System	Sewer Lateral	Pump Connection	Total Local	Annual Payment
	House	Road	PID	(l.m.)	Replacement Component	Component	Component	Service Tax	Over a 15 Year Term
57	12375	KING GEORGE BLVD	011-137-959	13.2	\$2,866.49	\$2,777.39	\$0.00	\$5,643.88	\$569.77
58	12381	KING GEORGE BLVD	011-138-009	36.58	\$7,943.66	\$2,777.39	\$10,974.19	\$21,695.24	\$2,190.22
59	12411	KING GEORGE BLVD	006-664-466	50.6	\$10,988.22	\$2,777.39	\$10,974.19	\$24,739.80	\$2,497.58
60	12473	KING GEORGE BLVD	010-074-899	40.21	\$8,731.95	\$2,777.39	\$10,974.19	\$22,483.53	\$2,269.80
61	12561	KING GEORGE BLVD	003-718-638	100.65	\$21,857.01	\$2,777.39	\$0.00	\$24,634.40	\$2,486.94
62	12607	KING GEORGE BLVD	003-718-107	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
63	12617	KING GEORGE BLVD	011-316-128	20.12	\$4,369.23	\$2,777.39	\$0.00	\$7,146.62	\$721.48
64	12627	KING GEORGE BLVD	011-316-136	20.12	\$4,369.23	\$2,777.39	\$10,974.19	\$18,120.81	\$1,829.37
65	12647	KING GEORGE BLVD	025-342-959	60.37	\$13,109.86	\$2,777.39	\$10,974.19	\$26,861.44	\$2,711.77
66	12665	KING GEORGE BLVD	003-184-021	20.12	\$4,369.23	\$2,777.39	\$10,974.19	\$18,120.81	\$1,829.37
Total			003-663-205	1745.04	\$378,950.37	\$183,307.74	\$329,225.70	\$891,483.81	





WEST BRIDGEVIEW LOW PRESSURE SEWER LOCAL AREA SERVICE MAP (PHASE 1B)

ENGINEERING DEPARTMENT

The data provided is compiled from various sources and IS NOT warranted as to its accuracy or sufficiency by the City of Surrey. This information is provided for information and convenience purposes only. Lot aizes, Legal discriptions and enour imbarres must be confirmed at the Land Title Office. G:\Mapping\GIS\Maps\. CorporateReports\Eng-Utilities\ AW-BridgeviewSanCells-App3.mxd



# **COMPLETION CERTIFICATE**

<b>Date:</b> March 16, 2012	File:	4709-904	

This is to certify that the Works authorized under the "Local Area Service for West Bridgeview Low Pressure Sewer System [Project # 4709-904] By-law, 2009, No. 17001", are complete.

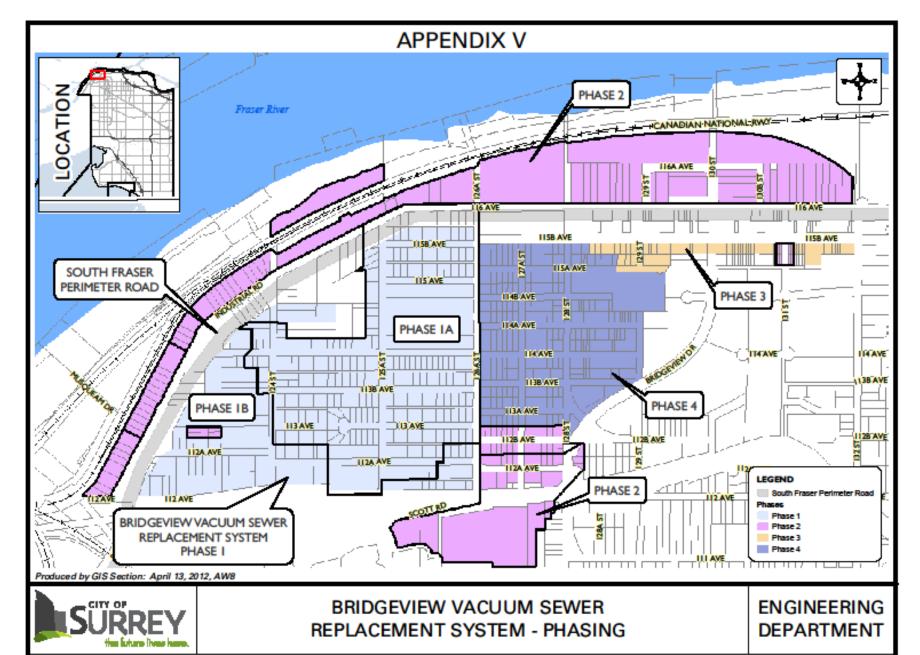
Vincent Lalonde, P.Eng. General Manager, Engineering

As required under the "Local Area Service for West Bridgeview Low Pressure Sewer System [Project #4709-904] By-law, 2009, No. 17001", I hereby certify that the final cost of the Works has amounted to \$1,881,561.44, of which \$891,483.81 is the final LAS tax component and \$990,077.63 is the grant under the BC Build Canada Infrastructure Program.

Vivienne Wilke, C.G.A. General Manager, Finance & Technology

c.c. - City Clerk

- Property Tax Manager
- Local Improvement Clerk



The data provided is compiled from various sources and IS NOT warranted as to its accuracy or sufficiency by the City of Surrey. This information is provided for information and convenience purposes only. Lot sizes, Legid descriptions and encountrances must be confirmed at the Land Title Office. G:Mappingi,GB:Mapsi CorporateReports/Eng-Utilities\ AW-BridgeviewVacuumSewerPhaxing-Amx d