South Perimeter Road

Alternative Approval Process

Overview

Background

2014	Request by development community to advance construction of South Perimeter Road.
October 2014	Council report advising staff to consider re-prioritization of South Perimeter Road.
January 2015	Results of public engagement showing broad support for re-prioritization.
February 2016	Council endorsement of Memorandum of Understanding outlining funding of South Perimeter Road.
January 2018	Execution of Definitive Agreement formalizing terms of Memorandum of Understanding.
February 2018	Commencement of Alternative Approval Process authorizing proposed funding.

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Definitive Agreement
Key Terms

- Conditions precedent
    - Agreement on finalized road design
    - Council approval of bylaw endorsing funding

- Project Cost & Financing:
    - Construction of South Perimeter Road <= $7.6m
    - Construction of Gordon Drive Extension <= $1.663m
    - Additional roadway components <=$1.5m
    - Total maximum project cost: $10.763m
    - One-time lump-sum payment of $2.56m from DCC reserves
    - Payment of 80% of future DCC revenues collected
    - No interest payable by city
    - Repayment obligation limited to DCC revenues collected

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- Required for liability's that are for more than 5 years
  - Anticipated project repayment: 5-7 years

- Approval of electors necessary to ratify agreement
  - 10% elector response threshold

- February 13, 2018 - alternative approval start date

- March 16, 2018 - alternative approval end date

- March 26, 2018 - council report certifying AAP

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Project Impacts

- Re-prioritization of Southwest Mission road projects
  - Construction of SPR ~10 years ahead of schedule
  - Deferment of various currently scheduled initiatives

- Third-party construction of major infrastructure project
  - $9.263m project value

- No impact on taxation
  - Repayment via 80% of future DCC revenues
  - No taxation assist
  - No responsibility for cost overruns
  - No repayment commitments over & above DCC revenues

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