

Addition to the 2018 Capital Budget – Township Road 550, Range Road 221 to Highway 830**Report Purpose**

To amend the 2018 Capital Budget – Township Road 550, Range Road 221 to Highway 830

Recommendation

THAT an addition to the 2018 Capital Budget in the amount of \$4,165,000, to be funded from Developer Contributions, to construct Township Road 550, Range Road 221 to Highway 830, be approved.

Council History

December 4, 2017 Council approved the 2018 Capital Budget

Strategic Plan Priority Areas

Economy: The Township Road 550 Upgrades project is required to support development, including the development funding, and contributes towards effective and efficient municipal infrastructure to meet the needs of our growing community.

Governance: n/a

Social: n/a

Culture: n/a

Environment: n/a

Other Impacts

Policy: FIN-001-027: Tangible Capital Assets Financial Reporting Policy

Legislative/Legal: n/a

Interdepartmental: Corporate Finance, Corporate Planning, Planning and Development Services

Summary

On October 27, 2017 a development permit for gravel extraction and processing was approved with the condition that the owner enter into a Development Agreement and a Development/Cost Contribution Agreement for the required road improvements to accommodate the development. The approved 2018 capital budget included the design of Township Road 550 from Range Road 221 to Highway 830, in support of Joburg Aggregates Ltd. development. On June 4, 2018 Strathcona County received initial funding from the developer for the design of Township Road 550.

The proposed gravel extraction and processing development site is located 0.5 miles south of Township Road 550, on the east side of Range Road 221. The designated haul route is along Township Road 550 east to Highway 830. Upgrades, funded by the developer, are required on Township Road 550 to accommodate traffic generated by the gravel extraction and processing development.

Township Road 550 construction approval is required in order to execute the Development Agreement and Development/Cost Contribution Agreement and allow for construction to commence in 2019.

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Director: Ron Fraser, Transportation Planning and Engineering

Associate Commissioner, Division: Kevin Glebe, Infrastructure and Planning Services; Greg J. Yeomans, Financial and Strategic Management

Lead Department: Transportation Planning and Engineering

Transportation Planning and Engineering is requesting approval for an addition to the 2018 Capital Budget for Township Road 550 construction for a cost of \$4,165,000 which will be fully funded by developer contributions (Enclosure 1).

Should approval not be granted, the development cannot proceed as planned, with implications including a prolonged temporary road use period and possible revisions required to the Development and Development/Cost Contribution Agreements.

The following is the estimated timing of planned spending for the project:

Year	2018	2019	2020	Total
Expenditure by Year	\$0	\$525,000	\$3,640,000	\$4,165,000

Enclosure

1 Township Road 550, Range Road 221 to Highway 830 – Capital Budget Addition