

The Corporation of the Town of Tecumseh

Public Works & Engineering Services

То:	Mayor and Members of Council	
From:	Phil Bartnik, Director Public Works & Engineering Services	
Date to Council:	June 28, 2022	
Report Number:	PWES-2022-21	
Subject:	Investing in Canada Infrastructure Program Agreement for Green Stream Stage II, 2021 Intake Watermain Replacement Project: Centennial Drive & Woodridge Drive	

Recommendations

It is recommended:

That the Watermain Replacement Project: Centennial Drive & Woodridge Drive **be added** to the 2022 Public Works & Engineering Services Capital Works Plan, with detailed design commencing in September 2022;

And that the total project expenditures of \$3,500,000 **be funded** through the Watermain Reserve Fund, with the understanding that the Town's anticipated net costs will be \$933,450 under the Investing in Canada Infrastructure Program: Green Stream Stage II, 2021 Intake;

And further that a by-law **be prepared** to authorize the Mayor and Clerk to sign a Transfer Payment Agreement between Her Majesty the Queen in right of the Province of Ontario, as represented by the Minister of Infrastructure for the Province of Ontario ("Province") and The Corporation of the Town of Tecumseh ("Town"), in a form satisfactory to the Town's Solicitor, financial content satisfactory to the Town's Chief Financial Officer and technical content satisfactory to the Town's Engineer, for the grant received from the Investing in Canada Infrastructure Program: Green Stream Stage II, 2021 Intake for the Watermain Replacement Project: Centennial Drive & Woodridge Drive that includes:

- Centennial Drive from Riverside Drive to St. Thomas Street
- Woodridge Drive from Dillon Drive to St. Thomas Street
- Interconnections with Little River Boulevard and St. Thomas Street.

Background

The Investing in Canada Infrastructure Program (ICIP) is a federal-provincial infrastructure program designed to create long-term economic growth, build inclusive, sustainable and resilient communities and support a low-carbon economy. The Green Stream Stage II 2021 Intake prioritizes drinking water projects that address critical health and safety issues associated with water infrastructure under the Environmental Quality sub-stream.

Projects under this intake are subject to a \$5 million funding cap for total eligible costs, with funding allocations of **40% Federal**, **33.33% Provincial and 26.67% Municipal**.

At the September 8, 2021 Special Meeting of Council, Council authorized Administration, under <u>Report PWES-2021-38</u>, to submit an application to the ICIP Green Stream Stage II 2021 Intake prior to the deadline of September 9, 2021 for the watermain replacement on the full length of Centennial Drive, a section of Woodridge Drive (from Dillon Drive to St. Thomas Street) and interconnections with Little River Boulevard and St. Thomas Street (Motion: SCM-20/21). A map of the Town's water infrastructure project submitted under the Green Stream Stage II 2021 Intake is provided in Attachment 1.

On April 11, 2022, the Town received correspondence from the Honourable Kinga Surma, Minister of Infrastructure, congratulating the Town of the funding approval, in principle, for the Watermain Replacement Project submitted under the Green Stream Stage II 2021 Intake. A copy of the correspondence is provided in Attachment 2.

Further to the correspondence received from the Minister of Infrastructure, a <u>news</u> release published April 14, 2022, announced the federal and provincial governments' investment in <u>144 community water infrastructure projects</u>, including Tecumseh's water distribution system.

Comments

A Transfer Payment Agreement must be executed between Her Majesty the Queen in Right of the Province, as represented by the Minister of Infrastructure, and The Corporation of the Town of Tecumseh respecting the grant received from the Infrastructure Canada Improvement Program: Green Stream Stage II 2021 Intake. The Town is waiting to receive a copy of the draft agreement and it will be reviewed by Administration and the Town's Solicitor. The agreement will be finalized following evidence that Tecumseh Town Council has approved the execution of the agreement and the Town provides evidence that all project funding other than the federal and provincial contributions has been secured (via Council Resolutions).

The final agreement will be brought to Council for approval and execution by means of a future by-law.

With the approval in principle, eligible costs as determined under the terms and conditions of the ICIP will be eligible for federal and provincial reimbursement subject to the timely execution of the agreement. Once signed, the agreement represents the final federal approval of the Project.

Consultations

Financial Services Town Solicitor

Financial Implications

With the Town's successful application to the ICIP: Green Stream Stage II, 2021 Intake, the following financial implications are anticipated:

Total project costs:	\$3,500,000
Federal funding (40%):	\$1,400,000
Provincial funding (33.33%):	\$1,166,550
Town of Tecumseh (26.67%):	\$933,450

The Town's costs are recommended to be funded through the Watermain Reserve Fund. It is also recommended that the detailed design commence in 2022 (by September 2022 in accordance with the funding program criteria). Construction is anticipated to commence in 2025.

Applicable	2019-22 Strategic Priorities
\boxtimes	Make the Town of Tecumseh an even better place to live, work and invest through a shared vision for our residents and newcomers.
	Ensure that Tecumseh's current and future growth is built upon the principles of sustainability and strategic decision-making.
	Integrate the principles of health and wellness into all of Tecumseh's plans and priorities.
	Steward the Town's "continuous improvement" approach to municipal service delivery to residents and businesses.
	Demonstrate the Town's leadership role in the community by promoting good governance and community engagement, by bringing together organizations serving the Town and the region to pursue common goals.

Communications

Not applicable \boxtimes

Website	Socia

al Media 🛛 🛛 News Release 🗆

ease 🗆 🛛 Loca

Local Newspaper

This report has been reviewed by Senior Administration as indicated below and recommended for submission by the Chief Administrative Officer.

Prepared by:

Cheryl Curran, BES Project Technician

Reviewed by:

Tom Kitsos, CPA, CMA, BComm Director Financial Services & Chief Financial Officer

Reviewed by:

Phil Bartnik, P.Eng. Director Public Works & Engineering Services

Recommended by:

Margaret Misek-Evans, MCIP, RPP Chief Administrative Officer

Attachment Number	Attachment Name
1	Map: Town of Tecumseh Water Infrastructure Project
2	Correspondence received April 11, 2022