



Corporation of the Municipality of Temagami

Memorandum to Council

Memo No.
2019-M-132

Staff
 Committee

Subject: Ditches in Temagami North
Agenda Date: August 14, 2019
Attachments: Estimate from Pedersen Construction

RECOMMENDATION

BE IT RESOLVED THAT Council receive Memo 2019-M-132;

AND FURTHER THAT Council approves the estimate received from Pedersen Construction (2013) Inc. for remediation of the ditches in Temagami North at a cost of \$166,760 plus HST;

AND FURTHER THAT Council directs Staff to carry this project as an unfinanced capital outlay until the 2020 budget process at which point funding the expenditure will be determined.

INFORMATION

At the meeting of Council of July 25, 2019, Council provided direction for Staff to obtain a quote from Pedersen Construction for remediation of the ditches in Temagami North. On August 7th, a representative from Pedersen Construction met with municipal officials for a site inspection of the ditches and then on August 8th an estimate was received and is attached to this Memo.

The work proposed would use geotextile wrapped perforated pipes that would connect the driveway culverts into one drainage system. There would be risers placed at strategic locations to allow for thawing and clean out activities. Once installed, river stone would be used to 'fill' the ditches. Also included is topsoil and seeding that would dress the top of the ditches after they are filled with stone. The total estimate is \$166,760 plus HST.

This amount is not in our 2019 operating budget nor could other areas of the budget be altered quickly to provide approval for this project and remain within our overall budget total. As this work is deemed to be capital in nature, there are options available to Council when considering how to fund this project. While amounts could be transferred from our reserves, no decisions have to be made at this time. Within the capital area there is the concept of an unfinanced capital outlay which, basically, permits deficits to be carried with the funding of the expense determined later.

Should Council wish to proceed with this project, Staff recommends that this be considered an unfinanced capital outlay and then during the 2020 budget deliberations, part of the discussion would be how to fund this outlay. At that point, the total cost should be known (estimate to actual) as well as areas where we may have a surplus for 2019 could reduce the total amount to be financed.

With our reserve balance of roughly \$3 million, we have sufficient funds in our bank account to pay for this project and determine how it would be funded at a later date.

Respectfully Submitted:
Craig Davidson
Treasurer/Administrator