



Date: 09/08/2022

To: Chair and Directors, Cariboo Regional District Board

And To: John MacLean, Chief Administrative Officer

From: Kevin Erickson, Chief Financial Officer

Date of Meeting: Cariboo Regional District Board_Aug12_2022

File: 1855-05

Short Summary:

Request for a Budget Amendment and additional Community Works Funds to cover the increased cost of the McKinley Drive Infrastructure Relocates

Voting:

Corporate Vote - Weighted

Memorandum:

As the Board will remember, at the June 10, 2022, meeting \$120,000 of Community Works Funds were approved to cover the cost of reconfiguring the Lac La Hache sewer and water systems necessitated due to the planned installation of a box culvert by the Ministry of Transport and Infrastructure to mitigate flooding in the area. With the allocation granted the engineering work was completed and the work was put to tender.

At the closing of the Request for Quotation, only one response had been received. The quote received coupled with the engineering costs now puts the total project cost at \$159,049 creating a shortfall of \$39,049.

To remedy this situation and ensure funds are available to complete the work, the following solution is proposed:

A budget amendment is requested to access reserve funds of \$20,000 from both the Lac La Hache Water service and the Lac La Hache Sewer Service. Secondly, an additional \$20,000 of Community Works Funds be allocated to cover any further costs involved in the service relocates.

Attachments:

Financial Implications:

The services' reserves are more than adequate to contribute to this work. Currently the Lac La Hache Sewer reserve sits at \$442,103 and the Lac La Hache Water Service has reserves of

\$172,079. No future projects have been planned that granting of these amendments would jeopardize.

Policy Implications:

n/a

Alignment with Strategic Plan:

- ☐ **Communication:** Facilitate communication strategies throughout the entire Cariboo Regional District that meet the needs of residents, community stakeholders, and other levels of government.
- ☒ **Planning:** Intentionally plan services and activities of the CRD to prepare for future needs of residents and community stakeholders.
- ☒ **Economic Sustainability:** Foster an environment to ensure the economic sustainability of CRD communities and the region.
- ☐ **Governance:** Ensure that CRD governance policy and practices are intentional, transparent, and respectful.

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CAO Comments:

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Options:

- 1) Endorse the recommendation;
- 2) Receipt and other action.

Recommendation:

That the agenda item summary from Kevin Erickson, Chief Financial Officer, dated August 9, 2022, regarding a budget amendment for the Lac La Hache Sewer system and the Lac La Hache Water system and an additional allotment of Community Works Funds to cover the additional costs of the McKinley Drive infrastructure locates, be received. Further, that an amendment to the budget for a transfer of \$20,000 from each of the Lac La Hache Sewer and Lac La Hache Water to cover the additional cost be approved and further, that an additional allocation of up to \$20,000 of Community Works Funds be approved to cover any additional costs.