



THE CORPORATION OF THE MUNICIPALITY OF KINCARDINE

Subject: Bruce Power Water Agreements

Director: Infrastructure & Development

Manager: Environmental Services

Report Number: Environmental Services 2022-10

Meeting Date: Monday, July 11, 2022

Recommendation: THAT Council direct the Mayor and CAO to sign the Bruce Power Water Environmental Assessment Agreement as detailed in report Environmental Services 2022-10.

Date to be considered by Council: Monday, July 11, 2022

Report Summary:

This report is a follow up to the Bruce Power Water Supply report (Environmental Services-2022-04) presented to Council on March 14th, 2022. The working group consisting of Municipal Staff, BMROSS and Bruce Power have finalized an agreement related to the Environmental Assessment (EA) works and are continuing to work on a Water Services Agreement outlining Bruce Powers financial commitments based on a full cost recovery approach. Council is being asked to approve the EA agreement as presented. Once approved Kincardine will direct Stantec to commence the EA for the project.

Origin: At the direction of Council March 14th, 2022.

Existing Policy: Purchasing and Procurement GG.2.17

Background/Analysis: As detailed in report No. 2022-04 Bruce Power Water Supply Bruce Power, The Municipality and Bruce Power have been exploring the potential to make Bruce Power a Municipal water customer. Bruce Power would fund the capital additions to the distribution system and proportionately share costs related to increased capacity at the treatment plant.

At the March 14th, 2022 meeting the following resolution was passed:

Resolution #03/14/22 COW - 02

Moved by: Dave Cuyler

Seconded by: Maureen Couture

THAT Committee of the Whole recommend that Council support, in principle, the request for the supply of Municipal water by Bruce Power as outlined in Report Environmental Services 2022 - 04;

AND FURTHER THAT Committee of the Whole recommend that Council direct staff to prepare a draft agreement between the Municipality and Bruce Power for Council consideration;

AND FURTHER THAT the agreement incorporate the full-cost recovery model as a guiding principle from both a capital and operating cost aspect;

AND FURTHER THAT Council direct Staff to amend the existing agreement with Bruce Power (By-law No. 2017-124) for the reimbursement of funds to the Municipality of Kincardine to include engineering and EA services required to be undertaken to advance the provision of water to Bruce Power site;

AND FURTHER THAT this be considered as a Matter Arising.

As directed by Council the team has prepared agreements to allow the Municipality to undertake the next phase of the project which is the completion of a Schedule C Class Environmental Assessment (EA). This agreement has been finalized and reviewed by both parties as well as both legal teams. The working group continues to review the Water Services Agreement outlining Bruce Powers financial commitments based on a full cost recovery approach which will be brought back to Council at a later date.

Once the agreement has been signed by both parties the Municipality will retain Stantec to begin the EA process in conjunction with municipal engineers (BMROSS). The draft schedule anticipates the EA to be completed within the 2nd quarter of 2023.

Integrated Strategy 2020 – 2025 Sustainable Practices: The Municipality is progressive in its efforts to maintain and build out infrastructure, its operational practices and managing finances.

Financial Implications: Bruce Power is fully aligned with municipal staff in that this expansion will have no financial impact on ratepayers and existing users of the system from both a capital and operating standpoint to service the site. The full-cost recovery model will continue to be applied in this undertaking, including the future costs of replacement of any new infrastructure acquired for this purpose.

Attachments: EA Phase Reimbursement Agreement; Stantec EA Workplan

Prepared by: L.Ambeau

Submitted by: Adam Weishar, Director of Infrastructure & Development

Report Approval Details

Document Title:	Bruce Power Water Agreement.docx
Attachments:	- EA Phase Reimbursement Agreement.pdf - Stantec EA Workplan.pdf
Final Approval Date:	Jul 5, 2022

This report and all of its attachments were approved and signed as outlined below:

Roxana Baumann

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