	TOWN OF MINTO	
Minto Where Your Family Belongs	DATE:	June 14, 2018
	REPORT TO:	Mayor and Council
	FROM:	Bill White, C.A.O. Clerk
	SUBJECT:	Servicing Agreement 565 Lowe Street Palmerston

STRATEGIC PLAN

Ensure growth and development in Clifford, Palmerston and Harriston makes cost effective and efficient use of municipal services, and development in rural and urban areas is well planned, reflects community interests, is attractive in design and layout, and is consistent with applicable County and Provincial Policies.

BACKGROUND

Last year Council provided comments to Wellington County regarding severance application B51/17 for the subject lands at the corner of Lowe and Temple Street in Palmerston. The severed parcel has access to an existing sewer main on Temple Street, but the closest water main is on the east side of Lowe Street. Arrangements are needed to extend a water line westerly 40 metres to the frontage of the severed lot. Standard conditions in relation to servicing and frontage fees were included in the County approval.

The owner had the option of paying the Town \$10,000 to install the water service up front, or execute a servicing agreement with the Town to secure the water extension. An agreement similar to that used for Galaxy Construction for Elora Street in Harriston is



proposed. The servicing agreement would provide for a Town contractor to perform the water line installation and road/boulevard restoration. The \$10,000 estimate was prepared by Triton Engineering.

Owners Fred and Cheryl Donkersgoed request a servicing agreement with the following terms:

1. Owner responsible for severance or other planning applications and approvals that are needed for the development to proceed.

- Owner to approve the engineering design for the water line extension from the existing main on Lowe Street westerly about 40 metres to the proposed severed lot outlined in File B51/17.
- 3. Owner agrees to provide a \$2,000 deposit so that the Town can proceed to tender the work estimated at up to \$10,000.
- 4. Once tendered price is obtained the Owner decides whether project proceeds by providing \$10,000 cash or security to cover the tendered price for the work.
- 5. Frontage fees would be payable for storm and sanitary sewer by the Owner only under normal Town policy.
- 6. Owner to provide all easements that might be needed for the work.

COMMENT

It is suggested the Town arrange to complete the waterline work using a servicing agreement so that the condition of severance can be met. One issue with the Galaxy Construction work on Elora Street was finding a contractor to do the work. In this case the job is much smaller and Town staff may be able to install the water line.

As previously indicated to Council, staff and Triton Engineering are working on forms and standard agreements that Town requirements clear for connecting to municipal services, particularly where pre-servicing occurs such as the Clifford Elora Street project north of James Street. A report intended for a May Council meeting is delayed as staff obtains feedback on handling these servicing requests. The intent is to improve the process to make it clearer to developers and contractors how access to municipal services is to be obtained.

FINANCIAL CONSIDERATIONS

The landowners will provide the deposit and eventually pay the full cost of the waterline. If the tendered amount is too high, the work cannot be finished or the Donkersgoeds' choose not to proceed the Town can deduct its expenses from the \$2,000 deposit. The servicing agreement would bind current and future owners and satisfy conditions of severance.

RECOMMENDATION

That Council receives the report Servicing Agreement 565 Lowe Street Palmerston and considers a bylaw in open session authorizing the Mayor and C.A.O. Clerk to sign the requested servicing agreement.

Bill White, C.A.O. Clerk