



Making a difference...together

Environmental Sustainability

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13 September 2010

The Honourable Ben Stewart
Minister of Community and Rural Development
Room 301 Parliament Buildings
501 Belleville Street
Victoria, BC V8V 1X4

Honourable Minister Stewart:

RE: ADDENDUM TO BUSINESS CASE IN SUPPORT OF APPLICATION FOR PROVINCIAL FUNDING - CAPITAL REGIONAL DISTRICT CORE AREA AND WEST SHORE WASTEWATER TREATMENT PROGRAM

On behalf of the Capital Regional District (CRD) it is my pleasure to formally submit this addendum (attached) to the business case in support of the application for provincial funding of the core area and west shore wastewater treatment program, which was submitted on 31 March 2010.

The CRD Board approved this addendum on 08 September 2010, which was prepared by Ernst and Young Orenda Corporate Finance Inc with input from CRD staff and its consultants.

This business case addendum reflects the configuration as outlined in the Core Area Liquid Waste Management Plan (LWMP) Amendment No. 8 which was approved by Minister Barry Penner on 25 August 2010.

In summary, the system configuration proposed in Amendment No. 8 includes a treatment plant at McLoughlin Point with biosolids processing at Hartland landfill. This configuration results in a reduced system capital cost of \$791,185,800 (including HST) and a reduced annual operating cost of \$14,571,200.

The CRD remains committed to pursuing the following project goals:

- Meet the regulatory requirements for wastewater treatment.
- Optimize the beneficial reuse of resources and the integration of solid and liquid waste planning.
- Ensure that all sludge generated by the proposed facilities is appropriately treated and managed in accordance with the Municipal Sewage Regulation and the Organic Matter Recycling Regulation.
- Implement a strategy for the management of wet weather flows that includes a cost effective combination of flow reduction, storage and treatment.
- Minimize the total project cost to taxpayers.
- Aggressively pursue opportunities to minimize the generation of greenhouse gases and achieve a net negative carbon footprint for the entire system.
- Complete all works by the end of 2016 on the premise of one-third capital funding of eligible costs from both the federal and provincial governments.

We look forward to your review of our application and to a positive response.

The Honourable Bill Bennett

Addendum to the Business Case for Provincial Funding, Wastewater Treatment, September 2010

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Should you or your ministry staff have any questions about the attached documents, please have your staff contact Jack Hull, Interim Project Director, Core Area Wastewater Treatment, by telephone at 250-360-3092 or by e-mail at djhull@crd.bc.ca.

Yours sincerely,



Geoff Young
CRD Board Chair

Attachments: 1

- c The Honourable Barry Penner, Minister of Environment
- The Honourable Chuck Strahl, P.C., M.P., Minister of Transport, Infrastructure and Communities
- 330 Sparks Street Ottawa, Ontario K1A 0N5