

TO: CITY MANAGER

2004 March 31

FROM: DIRECTOR PLANNING AND BUILDING

**SUBJECT: COST-SHARING FOR JOINT B.C. HYDRO UNDERGROUNDING
WITH PALLADIUM DEVELOPMENT CORP.
6376 TO 6850 SOUTHPOINT DRIVE
SUBDIVISION #03-36; REZONING REFERENCE #02-26**

PURPOSE: To seek Council authority for the expenditure of funds for the City's share of underground existing overhead wiring fronting City properties at 7500 and 7521 Hanna Court and 6736 Southpoint Drive as part of Palladium's site development works at 6850 Southpoint Drive.

RECOMMENDATION:

1. **THAT** Council authorize the City Solicitor to prepare and execute a cost-sharing agreement with the Palladium Development Corporation as outlined in this report.

R E P O R T

1.0 BACKGROUND

Palladium Development Corporation is pursuing the rezoning and subdivision of 6850 Southpoint Drive for an apartment and townhouse project. Conditions include the undergrounding of existing overhead wiring abutting the site.

B.C. Hydro has advised that this undergrounding project must also include undergrounding of the existing overhead wiring to the south, abutting three City properties, the two child-care sites at 7500 and 7521 Hanna Court, and the site at 6736 Southpoint Drive, which in future is to be sold for multi-family residential development (see **attached** sketch).

2.0 UNDERGROUNDING COSTS

B.C. Hydro has prepared a design and charges for the undergrounding of the overhead lines on Southpoint Drive. B.C. Hydro's construction charges, including GST and a credit for civic works to be constructed by the developer, total \$245,745.83. Based on the scope of works required, B.C. Hydro has allocated these charges across the private development and City frontages as follows:

Developer	\$193,513.84 (78.7%)
<u>City</u>	<u>\$ 52,231.99 (21.3%)</u>
Total	\$245,745.83

The work is proposed to be undertaken as part of the servicing agreement for the rezoning and subdivision of 6850 Southpoint Drive by the developer and B.C. Hydro, with the City contributing towards its share of cost to a maximum amount of \$52,231.99.

3.0 FINANCING

Sufficient Land Assembly Reserves are available and this project can be accommodated within the Land Assembly and Development - Miscellaneous Servicing component of the 2004-2008 Provisional Capital Program.

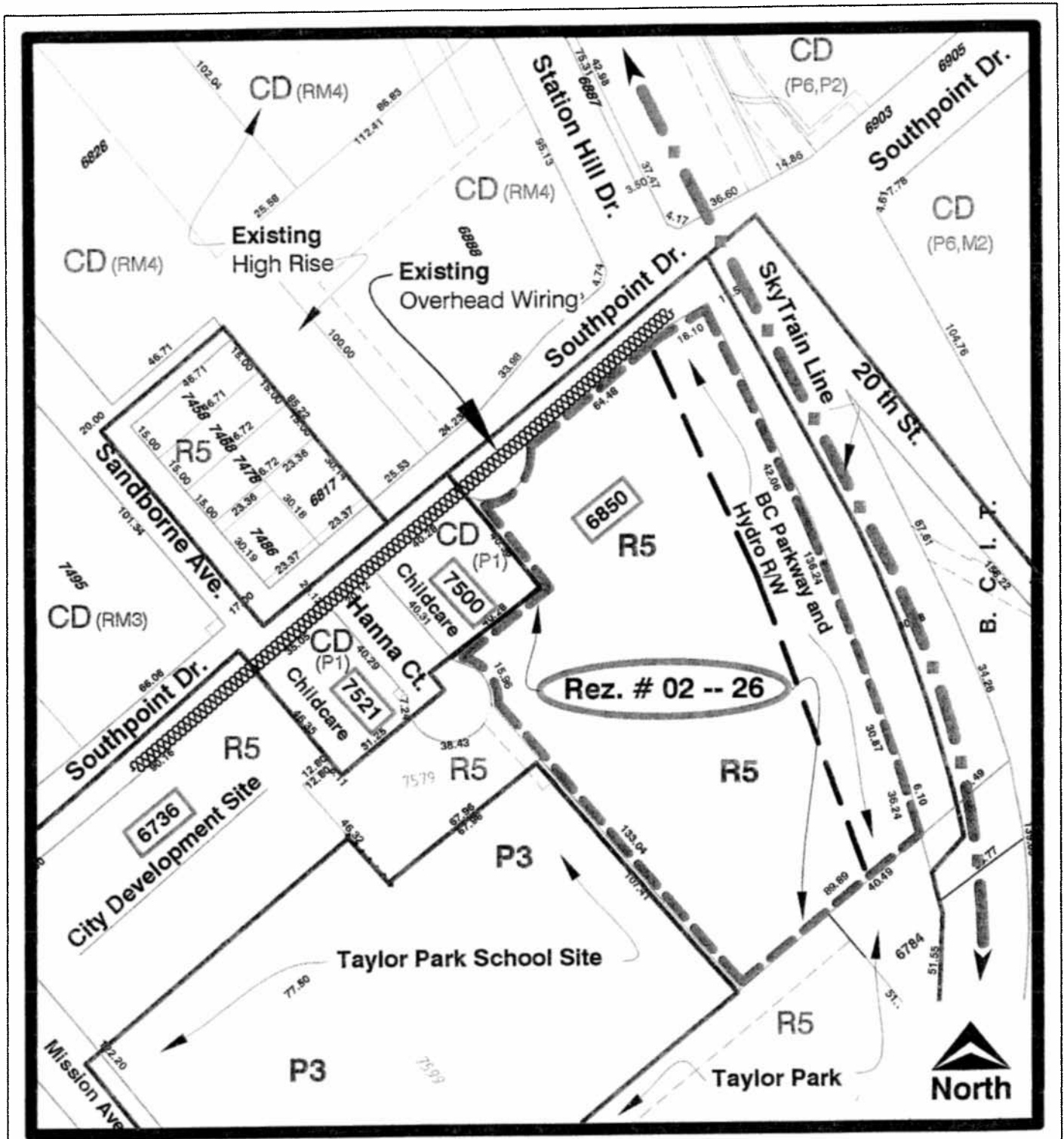
This report seeks Council's authorization for an expenditure not to exceed \$52,231.99 and for the execution of a cost sharing agreement with the Palladium Development Corporation for this City share of costs for undergrounding of the subject overhead wiring on Southpoint Drive. Sufficient Capital Reserves are available for this project. Repayment to the Reserve is to occur through the future sale of the City development site at 6736 Southpoint Drive.



J. S. Belhouse
Director Planning and Building

RR:gk
Attach

cc: Director Engineering
Director Finance
City Solicitor



City of Burnaby

Planning and Building Department

Scale: 1 = 2000

Drawn By: J.P.C.

Date: March 2004

Proposed Joint Underground Wiring Project
 (SD ref. # 03 --36, Rez.Ref. # 02 -- 26)
 6736 to 6850 Southpoint Dr.

Sketch # 1

