

## **NOTICE OF ALTERNATIVE APPROVAL PROCESS**

An **Alternative Approval Process (AAP)** is a cost-effective method to engage with the community to determine whether there is support for certain initiatives, such as long-term borrowing, or other service-related projects. If 10% or more of the eligible electors oppose the initiative, the Town of Gibsons (the Town) cannot proceed and must consider other options including going to an assent vote (referendum).

A unified AAP combines various initiatives and runs them concurrently with a goal of saving taxpayer dollars as well as supporting increased engagement efforts to ensure the community is aware of ways to have their say or get involved.

The Town is proposing to utilize long-term borrowing to fund the Sanitary Sewer and Outfall Project and the Water Main and Road Restoration Project described below. Eligible electors for each proposed initiative may submit an Elector Response Form to indicate their **opposition** to the Town utilizing long-term borrowing to fund these initiatives. The response must be in the form established by the Town or be an accurate copy of the elector response form. Forms are available at the Town Hall or online at <u>gibsons.ca/alternative-approval-process</u>.

Three Ways to Submit an Elector Response Form to Oppose the Proposed Loan Authorization Bylaw(s):

- Email clerk@gibsons.ca (Emailed copies of elector response forms must be a legible hand-signed scanned copy).
- **Drop off at Town Hall in Person** at 474 South Fletcher Road, Gibsons, BC from Monday to Friday, 8:30 am to 4:00 pm, excluding statutory holidays, or drop off after hours in the mail drop slot located at the front door of the building.
- Mail to Town of Gibsons, Box 340, Gibsons, BC VON 1V0.

## DEADLINE for receipt of Elector Response Forms at the Town is Wednesday, July 3, 2024, at 4:00 pm. Forms MUST be received by the deadline in order to be counted.

Bylaw No. 1313 3,930 eligible electors with 10% threshold being 393



**Sanitary Sewer and Outfall Project** 

<u>Description</u>: The ocean outfall, which conveys treated effluent from the Wastewater Treatment Plant to the ocean, is approaching both its capacity and the end of its expected service life. It was identified in the 2024 Sanitary Sewer Strategic Plan as a Priority 1 replacement for future condition and capacity. Due to the length of time required for design and permitting, it is essential that work begin now so that the outfall can be replaced before it approaches failure.

The 2024 Sanitary Strategic Plan also identified several high-priority capital replacements of various components of the sanitary sewer collection system due to current and future condition and capacity risks. Taking a proactive approach to replacement, rather than a reactive approach, will minimize the need for costly emergency repairs and ensure reliable, responsible service is provided.

As such, the Town is proposing to pursue borrowing of up to \$825,000 over a 10-year term to fund the upgrade to the sanitary sewer collection system infrastructure and engineering for capital improvements to the Town's sanitary sewer outfall.

<u>Taxpayer Impact:</u> If the AAP for the Loan Authorization is successful, it is proposed that the portion of parcel taxes and user fees allocated to debt recovery will amount to approximately \$36.81 per property on an annual basis until the debt is retired. The costs of the debt will be recovered through sanitary sewer parcel taxes and user fees that are applied to all properties within the Town that are connected or deemed to be connected to the system.

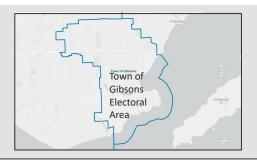
Note: The overall rate structure may vary from year to year depending on changes to capital plans and the availability of other sources of funding such as provincial and federal grants.

Estimated Costs	10 Year
Total Annual Principal and Interest Payments*	\$106,952
Net cost of borrowing*	\$364,650
Parcel tax and user fees (per property)	\$36.81

\*Based on the current indicative long-term lending rate of 4.42%, net of interest earned on MFA sinking fund balance. Rates are subject to change.

The Town of Gibsons may proceed with the long-term borrowing to fund the Sanitary Sewer and Outfall Project unless, by the deadline, at least 10% (393) of the eligible electors in the Town of Gibsons indicate their opposition.

Only eligible electors with the Town of Gibsons are entitled to sign an elector response form.



Bylaw No. 1314 3,930 eligible electors with 10% threshold being 393

Water Main and Road Restoration Project



<u>Description:</u> The water mains on Skyline Drive, Avalon Drive, Allison Way, and Shoal Lookout are in poor condition and several leaks have been repaired over the past two years. Due to the age and material of the water mains, their current condition poses significant risk of a major water main break which could result in water loss, property damage, and compromised fire protection. In addition to the waterworks, the road surface on Skyline Drive and the adjacent streets is also in poor condition. The replacement

A complete replacement of the water mains will be required to provide reliable water supply and fire protection in the area. As such, the Town is proposing to pursue borrowing of up to \$2,735,000 over a 20-year term to fund the replacement of the water mains and road surface at Skyline Drive, Avalon Drive, Allison Way, and Shoal Lookout.

of the water mains provides an opportunity to efficiently rebuild the road structure.

<u>Taxpayer Impact:</u> If the AAP for the Loan Authorization is successful, it is proposed that the portion of parcel taxes and user fees allocated to debt recovery will amount to approximately \$92.57 per property on an annual basis until the debt is retired. The costs of the debt will be recovered through water parcel taxes and user fees that are applied to all properties within the Town that are connected or deemed to be connected to the system.

Note: The overall rate structure may vary from year to year depending on changes to capital plans and the availability of other sources of funding such as provincial and federal grants.

Estimated Costs	20 Year
Total Annual Principal and Interest Payments*	\$215,628
Net cost of borrowing*	\$2,417,740
Parcel tax and user fees (per property)	\$92.57

\*Based on the current indicative long-term lending rate of 4.42%, net of interest earned on MFA sinking fund balance. Rates are subject to change.

If the AAP for the Loan Authorization is not successful, future failures in the system would require emergency repairs. Using a reactive approach instead of a planned proactive replacement would result in higher costs for emergency repairs and would fail to address the need to fully replace the watermain. This would also divert funding from planned repairs and infrastructure renewal for other parts of the system.

The Town of Gibsons may proceed with the long-term borrowing to fund the Water Main and Road Restoration Project unless, by the deadline, at least 10% (393) of the eligible electors in the Town of Gibsons indicate their opposition.

Only eligible electors with the Town of Gibsons are entitled to sign an elector response form.

Copies of the loan authorization bylaws, the calculation of eligible electors, and other documents or reports related to these initiatives may be obtained from the Town's website at <a href="mailto:gibsons.ca/alternative-approval-process">gibsons.ca/alternative-approval-process</a>, or from Town Hall between 8:30 am and 4:00 pm Monday to Friday, excluding statutory holidays.

More information on the AAP may be obtained by contacting Tracey Hincks, Deputy Corporate Officer at Town Hall at 474 South Fletcher Road, Gibsons, or by telephone at 604-886-2274.

Tracey Hincks, Deputy Corporate Officer