



INFORMATION REPORT

To: Board of Directors
From: Russell Dyson, Chief Administrative Officer
Meeting Date: July 27, 2016
Subject: Alberni Valley Regional Airport Runway Extension Costs to date

Recommendation:

That the Board of Directors of the Alberni Clayoquot Regional District receive the July 27, 2016 report from the CAO outlining current and projected for the Alberni Valley Airport Runway Expansion and lighting upgrade.

Background:

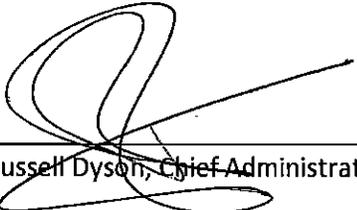
The Board of Directors have received the BC Air Access Program contribution agreement and an engineering services proposal for the installation of medium intensity lighting at the Alberni Valley Regional Airport. The BCAAP provides 50% funding of the medium intensity lighting project up to a maximum of \$729,215. With the acceptance of the recommendations of the two reports staff will proceed with tendering the lighting project with the results to be provided for a decision to proceed at the August 24, 2016 regular meeting.

The projected cost for the runway extension and medium intensity lighting is \$6,911,629.12. This includes costs incurred and projected from the initiation of project design through to commissioning of the lights and runway. The regional district's portion of these costs is \$5,996,664.12. The regional district has authority to borrow \$6 million and has a capital reserve of \$425,000.

Staff continue to oversee this project with diligence, to ensure costs are well managed and a quality product is realized. The construction is at its midpoint. To date there have been a number of change orders to improve drainage (which are included in the above costs). There are opportunities to reduce overall costs but potential savings are not included in the above values. We will continue to keep you up to date on the project as it progresses.

The only other source of funds to offset costs and reduced borrowing is gas tax funds.

Submitted by: _____


Russell Dyson, Chief Administrative Officer