Grey County Logo Committee Report

# Report TR-TAPS-05-16

**To**: Chair Bell and Members of the Transportation and Public Safety Committee

**From**: Graham Wilson, Maintenance Manager

**Meeting Date:** October 20, 2016

**Subject: The Blue Mountains (Clarksburg) Sand/Salt Storage Structure Agreement**

**Status**: Recommendation adopted by Committee as presented per Resolution TAPS110-16; Endorsed by County Council November 1, 2016 per Resolution CC136-16;

## Recommendation(s)

1. **That Report TR-TAPS-05-16 be received; and**
2. **That the Warden and Clerk be authorized to execute the agreement with the Town of The Blue Mountains to share the sand/salt dome structure located at 827489 Grey Road 40, Concession 11, Part of Lot 28, in The Blue Mountains.**

## Background

Historically, Grey County and the Town of The Blue Mountains have shared in the cost for the maintenance of a sand/salt storage facility located at 827489 Grey Road 40, Concession 11, Part of Lot 28, in The Blue Mountains.

In accordance with this and previous agreements, the maintenance costs are shared between the County (57%) and The Blue Mountains (43%). The County owns the storage structure and the Town will be permitted to use the loader for onsite loading of abrasives. The term of the agreement is five years and the termination of the agreement requires an advance notice of 180 days. In the event that a party serves written notice to terminate the Agreement, it is agreed that there is no equity in the structure.

The Agreement, will require the Town to pay a lump sum annual fee of $6,353 the first year and increase by two percent per year in each subsequent year throughout the term of the Agreement.

The Town will also be invoiced for its share of the annual property insurance premium for the subject structure.

No additional fees shall be charged for yard, maintenance, electricity or other overhead items.

Grey County requires the use of this facility to obtain sand and salt to efficiently maintain Grey County Roads.

The agreement is consistent with other shared facility agreements.

## Financial / Staffing / Legal / Information Technology Considerations

In the event that a party serves notice to terminate this Agreement, it is agreed by all parties at the date of execution of this Agreement that there is no equity in the structure.

The Town shall pay the County a lump sum of $6,353 the first year plus a two percent compounded increase each subsequent year. In addition, the Town will pay a portion (43 percent) of the insurance premium.

## Link to Strategic Goals / Priorities

The agreement is in tune with a continued good working relationship between The Blue Mountains and Grey County. This continues to meet with Corporate Strategic Goal 5.2; to collaborate with other governments to improve delivery of County services.

## Attachments

Town of The Blue Mountains Clarksburg Sand and Salt Storage Structure Agreement

Respectfully submitted by,

Graham Wilson

Maintenance Manager

Director Sign Off: Pat Hoy, Director of Transportation Services

