

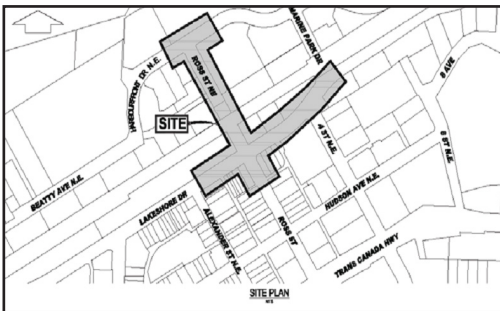
# Considerations

- 90% Design Complete;
- Transport Canada – potential closure of Marine Park Drive and other crossings (or costly changes);
- Potential Catastrophic Accident;
- Increased maintenance costs of crossings;
- Increased cost of Project (has risen from \$1.1M in 1987 to \$12,483,000 today);
- Investment in Design; and
- Property Negotiations – Time Sensitive.



For more information, including a comprehensive list of FAQs and videos of the presentation, please visit our website:  
[www.salmonarm.ca/rsu](http://www.salmonarm.ca/rsu)

Version 1.4  
September 6, 2018



## Project Funding

Grants:		
Gas Tax (already received)	\$ 3,400,000.00	
Transport Canada, Grade Crossing Improvement Program (RSIP)	425,000.00 *	
CP Contribution	1,000,000.00	
Water and Sewer Contribution	252,000.00	
Reserves – Various	2,106,000.00	
Long Term Debt	<u>5,300,000.00</u> **	
<b>Total</b>	<b>\$ 12,483,000.00</b> ***	

\* To be confirmed.

\*\* No tax increase required to service debt repayment of \$323,400. This is attributed to the retirement of the debenture debt for the Shaw Centre in July of 2019 (associated annual debt servicing cost of \$379,044.42, reflects reduced interest rate). This includes 2% MFA borrowing and administration costs.

\*\*\* Subject to change with project update—prior to Referendum in October, 2018.



## Project Costs

A. Civil Construction Cost	\$ 3,560,000.00
B. Electrical	75,000.00
C. Pump Station	630,000.00
D. Rail	1,525,000.00
E. Railway Bridge Structure and Walls	2,915,000.00
F. Landscape Architecture	310,000.00
G. BC Hydro ducts/poles	50,000.00
Telus ducts/poles	25,000.00
Fortis Gas	<u>50,000.00</u>
	\$ 9,140,000.00
Contingency (20%)	1,828,000.00
Engineering & Tender Services	<u>1,400,000.00</u>
<b>Total Project Cost</b>	<b>\$ 12,368,000.00</b> *
Financing Cost (debt issuance, admin fees)	115,000.00
	<b>\$ <u>12,483,000.00</u></b>

\* While this is the best possible estimate based on a 90% Design Submission, the true cost of the project will not be definitively known until completion of the tender process, which is the ultimate test of market construction rates.