



FORMAL REPORT

To:	Mayor Stratthdee and Members of Council
Prepared by:	Dave Blake, Environmental Services Supervisor
Date of Meeting:	12 September 2017
Subject:	PW 48-2017 Delmar Foods Industrial Waste Surcharge Agreement

PURPOSE

This report presents information to Council regarding the development of an Industrial Waste Surcharge Agreement (IWSA) for elevated sanitary discharge concentrations to the municipal wastewater collection system for Delmar Foods.

RECOMMENDATION

THAT PW 48-2017 Delmar Foods Industrial Waste Surcharge Agreement be received; and,
THAT Council approve By-Law 76 - 2017 authorizing the Mayor and the Clerk to sign the Industrial Waste Surcharge Agreement with Delmar Foods, in substantially the same form as the draft presented.

BACKGROUND

The Town has historically administered an Industrial Waste Surcharge Program whereby industry may request to discharge elevated sanitary effluent to the collection system above standard by-law limits, but within approved surcharge limits. This program is permitted under municipal By-Law 46-2014 Section 15.1.1.

On August 22, 2017, Report PW 40-2017 Request for Industrial Waste Surcharge Agreement for Delmar Foods was presented to Council for consideration under By-Law 46-2014. As a result of Report PW 40-2017, the following motion was carried:

2017-08-22-21

THAT PW 40-2017 Industrial Waste Surcharge Agreement Request for Delmar Foods be received; and,

THAT Council direct staff to develop an Industrial Waste Surcharge Agreement for Delmar Foods with consideration for a phased in provision in keeping with historical municipal precedent to be returned to Council for final approval.

This report provides the follow up information, and Agreement for consideration.

REPORT

Delmar Foods requested an IWSA for elevated sanitary effluent discharges to the sanitary collection system, as well as consideration for a phased in Agreement. Based on the motion detailed above, Town staff, as well as representatives from Delmar Foods have mutually agreed on an IWSA

Agreement presented herein. The Agreement, in accordance with direction received on August 22, 2017 incorporates a Phased in Agreement in keeping with historical precedent through this program.

The Phased in Agreement will allow Delmar Foods to begin operations and assist in expanding their business while allowing time for them to fine tune their pre-treatment needs and requirements to ensure long term compliance to the Agreement.

SUMMARY

Based on the information detailed herein, Staff recommends that Council approve By-Law 76 of 2017, authorizing the Mayor and the Chief Administrative Officer / Clerk to sign the Industrial Waste Surcharge Agreement with Delmar Foods.

FINANCIAL IMPLICATIONS

The IWSA program is administered to recover increased operating costs associated with elevated sanitary discharges. Under the proposed Agreement, the Town projects to recover up to \$3,500 per month to offset any increased operating costs created as a result of the discharges.

Actual costs recovered under the Agreement shall depend on quality of discharges and volume received by the Town for processing at the municipal wastewater treatment plant.

Analytical costing related to program monitoring and administration is also recovered as part of the program.

STRATEGIC PLAN

- ☒ This initiative is supported by the following priorities, outcomes, and tactics in the Plan.
 - Pillar #5 Economic Development: Business Attraction, Retention & Expansion Program
 - Outcome: A key to growth is to ensure a vibrant and sustainable commercial sector. Economic development needs to rest on three pillars, beyond the traditional business attraction. It should also focus attention and resources to ensure both business retention and expansion.
 - Pillar #5 Economic Development: Industrial Strategy
 - Outcome: Industry has played, and continues to play a key role in the life of the Town in providing employment and economic stability. Seeking new opportunities to attract small, medium and large industry is in the Town's best interests as part of its growth strategy.
 - Tactic(s): Actively seek out new industrial partners

OTHERS CONSULTED

Jed Kelly, Director of Public Works – Town of St. Marys
Julia Banton, Vice President – Delmar Foods

ATTACHMENTS

Attachment No. 1 – Proposed Industrial Waste Surcharge Agreement for Delmar Foods

REVIEWED BY

Recommended by the Department



Dave Blake, C.E.T.
Environmental Services Supervisor



Jed Kelly
Director of Public Works

Recommended by the CAO

A handwritten signature in black ink, appearing to read 'Brent Kittmer', is written over a horizontal line.

Brent Kittmer
CAO / Clerk