

# CORPORATE REPORT

NO: R001

COUNCIL DATE: January 11, 2016

### **REGULAR COUNCIL**

TO:	Mayor & Council DAT	E: January 11, 2016
FROM:		E: 6520-20 (Hwy99) C: 6520-20 (GH2) 7815-0293-00
SUBJECT:	Local Area Service, Development Cost Charge Front-En	ding Agreements and

SUBJECT: Local Area Service, Development Cost Charge Front-Ending Agreements and Development Works Agreement for Sanitary Infrastructure Works to Support Development in the Highway 99 Corridor Local Area Plan and Sunnyside Heights Neighbourhood Concept Plan Areas

### RECOMMENDATIONS

The Engineering Department recommends that Council:

- 1. Receive this report as information;
- 2. Authorize the execution of two Development Cost Charge Front-Ending Agreements over an area in the Highway 99 Corridor Local Area Plan to an upset limit of \$2,597,561.00 and \$857,439.00 (excluding taxes), with a number of developers in relation to funding a portion of the construction of the Fergus Sanitary Pump Station and Forcemain (the "Works") as generally described in this report and in Appendices "III" and "IV" respectively;
- 3. Authorize the execution of two Development Cost Charge Front-Ending Agreements over an area in the Sunnyside Heights Neighbourhood Concept Plan to an upset limit of \$1,555,439.00 and \$979,561.00 (excluding taxes), with a number of developers in relation to funding a portion of the construction of the Works as generally described in this report and in Appendices "V" and "VI" respectively;
- 4. Authorize the execution of a Development Works Agreement over an area in the Highway 99 Corridor and the Sunnyside Heights NCP to an upset limit of \$2,275,945.09 (excluding taxes), with a number of developers in relation to funding a portion of the construction of the Works as generally described in this report and in Schedule "1" of Appendix "VII";
- 5. Authorize the City Clerk to bring forward for the required readings for the *Development Works Agreement – Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan and Highway 99 Corridor Local Area Plan By-law, No. 18619*, which is attached as Appendix "VII" to this report.

- 6. Subject to the authorization of the four Development Cost Charge Front-Ending Agreements and the Development Works Agreement above, approve the establishment of a Local Area Service in relation to funding a portion of the construction of the Works generally described in this report and as illustrated on the map attached as Appendix "II", to an upset limit of \$2,860,000.00 (including taxes), where final costs will be fully recovered by a local service tax that will be apportioned to and levied on the benefitting parcels in accordance with *Local Area Service Fergus Sanitary Pump Station and Forcemain [Project #4706-453] Bylaw, 2016, No. 18601*; and,
- 7. Authorize the City Clerk to bring forward for the required readings the *Local Area Service Fergus Sanitary Pump Station and Forcemain [Project #4706-453] Bylaw, 2016, No. 18601,* which is attached as Appendix "X" to this report.

### BACKGROUND

At its Regular Land Use meeting on February 23, 2004, Council adopted the recommendations of Corporate Report No. Loo4;2004 that established the land use plan and policies, environmental management plan, urban design guidelines, and the engineering servicing and financing strategies to guide development and provide amenities in the Highway 99 Corridor plan area.

At its Regular Council meeting on November 15, 2010, Council adopted the recommendations of Corporate Report No. R237;2010 that established the land use plan and policies to guide development and provide amenities in the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan (NCP) area.

A map illustrating the proposed land uses in the Highway 99 Corridor and Sunnyside Heights NCP areas is attached as Appendix "I".

### Sanitary Servicing Strategy

The sanitary servicing plans for the Highway 99 Corridor and Sunnyside Heights NCP areas are driven by site topography and are limited by existing conveyance capacities. The southern portions of both areas will be serviced by gravity sewers that drain south to the future Fergus Sanitary Pump Station. The Fergus Sanitary Pump Station will then pump flows north via a forcemain, collectively referred to as the "Works", to an existing sanitary sewer system at 24 Avenue and 160 Street. A map illustrating the portion of the Highway 99 Corridor (south) and Sunnyside Heights NCP (south) areas to be serviced by the Fergus Sanitary Pump Station, along with the Pump Station location and forcemain alignment, is attached as Appendix "II".

When the servicing plans for each area were adopted, it was envisioned that one developer or a group of developers operating as a joint venture would come forward to initiate the construction of the Works and work with the City to establish both a Development Cost Charge Front-Ending Agreement (DCCFEA) and a Development Works Agreement (DWA) as a means to reimburse the front-ending developer(s) for some of the costs that the developer(s) would incur in constructing the Works. To date, no developer or group of developers have completed the DCCFEA or DWA.

In January 2015, staff met with approximately 20 developers with interests in the area to advise them of the funding requirements for the Works. From these meetings, a smaller group of 5 developers have proposed to front-end 50% of the total estimated cost to construct the Works, and have proposed that the City front-end the remaining 50% of the total estimated cost. The group of 5 developers own or have an option to purchase approximately 30 hectares (75 acres), which represents about 20% of the servicing area of the Fergus Sanitary Pump Station. This group

has lands situated within both the Highway 99 Corridor and Sunnyside Heights NCP areas.

### Financing

The estimated cost of the Works is \$11.1 million, plus applicable taxes. As the Works service two NCP areas, the cost of the Works is allocated based on the estimated flow to the Fergus Sanitary Pump Station from each servicing area. The breakdown of cost by servicing area is as follows:

Area	Cost
Sunnyside Heights NCP	\$6.52 million
Highway 99 Corridor	\$4.58 million
TOTAL	\$11.10 million

The Works are a development cost charge (DCC) eligible item. The estimated DCCs from each area available for the Works are as follows:

Area	DCC Revenues
Sunnyside Heights NCP	\$3.66 million
Highway 99 Corridor	\$4.58 million
TOTAL	\$8.24 million

With DCC revenues of \$8.24 million, there is a revenue shortfall of approximately \$2.86 million.

Under the financing scenario proposed by the developer group, the developer group would front-end 50% (\$5.55 million) of the total estimated cost to construct the Works, which would be recoverable through a DCCFEA for each area. The City would contribute the remaining 50% (\$5.55 million) towards the total estimated cost of the Works via the following means:

- \$2.25 million of sanitary sewer DCC revenues have already been received by the City from development in the Highway 99 Corridor and Sunnyside Heights NCP areas;
- \$0.44 million would be borrowed from sanitary sewer DCC revenues already received in 2015 from other parts of the City, with the City being reimbursed for the advancement of these funds using the first \$0.44 million in sanitary sewer DCC revenues received from the benefitting area; and
- \$2.86 million would be through a Council initiated Local Area Service, as this process is subject to a petition and does not result in any costs falling to the greater population of the City in the event that some lands within the benefitting area, Sunnyside Heights (south), do not develop within 15-years after completion of the Works.

At its Regular Council Meeting on February 2, 2015, Council adopted the recommendations of Corporate Report No.Ro18;2015, which authorized staff to initiate a Local Area Service (LAS) as a Council initiative subject to the counter petitioning process as provided in the *Community Charter*, as a means of funding the remaining \$2.86 million required to construct the Works.

### DISCUSSION

### **Development Cost Charge Front-Ending and Development Works Agreements**

Four draft Development Cost Charge Front-Ending Agreements (DCCFEAs) and one draft Development Works Agreement (DWA), attached as Appendix "III" to "VII" respectively to this report, have been prepared and would allow the City to collect funds from other benefitting lands in proportion to the benefit that is received from the benefitting lands and then reimburse these funds to the group of developers. These agreements, in accordance with City policy, would apply for 15 years.

The DCCFEAs, as proposed, will not significantly affect the reasonable implementation of the City's Sewer DCC program or the 10-Year Servicing Plan.

The amounts to be collected from the benefitting lands under each of the DCCFEAs and the DWA will be finalized upon completion of construction of the Works and on certified actual costs to a maximum of the upset limits included in the Recommendations section of this report.

The group of developers had challenges in front-ending their \$5.55 million, as some expected partners did not commit to their portions of the financial contributions. As there are no possible provisions in the DCCFEAs for interest on the borrowed portion of their front-ending amount, the group of developers has undertaken the normal DWA petition process related to the benefitting properties to recover the interest component. Pursuant to Section 212 of the *Community Charter, SBC 2003, Chap. 26*, the City Clerk has received the petition and has determined it to be sufficient. The City Clerk's Certificate of Sufficiency is attached as Appendix "VIII". Subject to endorsement by Council, the City Clerk will bring forward for the required readings the related DWA Bylaw to give the City authority to collect the Specified Charge from the benefitting lands up to the maximum amount of \$15,954.75 for each hectare.

### Local Area Service

Following Council's adoption of the recommendations of Corporate Report No.Roi8;2015, staff defined the LAS benefitting area, computed the estimated local service tax for each parcel in the benefitting area, and prepared information packages describing the proposed Works and the local service tax. The information packages and LAS petition forms were distributed to all affected property owners on February 23, 2015.

On March 5, 2015, staff hosted a public information meeting to present the LAS and seek feedback from property owners in the benefitting area. Approximately 80 people attended the public information meeting. Feedback forms were distributed at the public information meeting, and 12 feedback forms were returned to the City.

Fifty-three (53) completed LAS petition forms were received at City Hall by the March 30, 2015 petition deadline. The petition results are as follows:

Number of Properties within Benefitting Area	Number of Petitions Received	Petitions Received Stating "Do Not Agree"	
within benefitting Area		Number	Percentage (%)
106	53	3	5.66

The petition results indicate that a sufficient petition against the LAS has <u>not</u> been received, as defined by Section 212 of the *Community Charter*. The City Clerk's Certificate of Sufficiency is attached as Appendix "IX".

Staff subsequently prepared the *Local Area Service Fergus Sanitary Pump Station and Forcemain* [*Project #4706-453*] Bylaw, 2016, No. 18601, attached as Appendix "X", to outline the LAS cost recovery mechanism.

### **Construction of the Works**

In anticipation of the demand for the Works to support development in the Highway 99 Corridor and Sunnyside Heights NCP areas, staff retained a consultant to undertake the design of the Works in 2011. The design package was completed in 2013. Concurrent with the LAS, DCCFEA and DWA processes, staff have prepared supporting documentation that would allow the design package to be issued for tender and construction immediately following Council's approval of this Corporate Report. If tendering and construction proceeds, the Works will be completed in approximately 18 months after construction begins.

### SUSTAINABILITY CONSIDERATIONS

The Works are consistent with the Sustainability Charter in relation to facilitating residential, commercial and industrial developments in the Sunnyside Heights NCP area and the Highway 99 Corridor, which is in support of the City's objective to have a balance between local jobs and resident workers in Surrey.

In particular, the Works will support the following Scope actions in the Sustainability Charter:

- EC2: Economic Development Strategy and an Employment Land Strategy;
- EC3: Sustainable Infrastructure Maintenance and Replacement;
- EN8: Sustainable Engineering Standards and Practice; and
- EN16: Land, Water and Air Quality Management.

### **Legal Services Review**

The Legal Services Division has reviewed this report and draft agreements and has no concerns.

### Finance & Technology Review

The Finance & Technology Department has reviewed this report and has no concerns.

### CONCLUSION

Based on the above discussion, the Engineering Department recommends that Council:

• Receive this report as information;

- Authorize the execution of two Development Cost Charge Front-Ending Agreements over an area in the Highway 99 Corridor Local Area Plan to an upset limit of \$2,597,561.00 and \$857,439.00 (excluding taxes), with a number of developers in relation to funding a portion of the construction of the Fergus Sanitary Pump Station and Forcemain (the "Works") as generally described in this report and in Appendices "III" and "IV" respectively;
- Authorize the execution of two Development Cost Charge Front-Ending Agreements over an area in the Sunnyside Heights Neighbourhood Concept Plan to an upset limit of \$1,555,439.00 and \$979,561.00 (excluding taxes), with a number of developers in relation to funding a portion of the construction of the Works as generally described in this report and in Appendices "V" and "VI" respectively;
- Authorize the execution of a Development Works Agreement over an area in the Highway 99 Corridor and the Sunnyside Heights NCP to an upset limit of \$2,275,945.09 (excluding taxes), with a number of developers in relation to funding a portion of the construction of the Works as generally described in this report and in Schedule "1" of Appendix "VII";
- Authorize the City Clerk to bring forward for the required readings the *Development Works Agreement – Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan and the Highway 99 Corridor Local Area Plan By-law, No. 18619* which is attached as Appendix "VII" to this report.
- Subject to the authorization of the four Development Cost Charge Front-Ending Agreements and the Development Works Agreement above, approve the establishment of a Local Area Service in relation to funding a portion of the construction of the Works generally described in this report and as illustrated on the map attached as Appendix "II", to an upset limit of \$2,860,000.00 (including taxes), where final costs will be fully recovered by a local service tax that will be apportioned to and levied on the benefitting parcels in accordance with *Local Area Service Fergus Sanitary Pump Station and Forcemain [Project #4706-453] Bylaw, 2016, No. 18601*; and,
- Authorize the City Clerk to bring forward for the required readings the *Local Area Service Fergus Sanitary Pump Station and Forcemain [Project #4706-453] Bylaw, 2016, No. 18601,* which is attached as Appendix "X" to this report.

Fraser Smith, P.Eng., MBA General Manager, Engineering

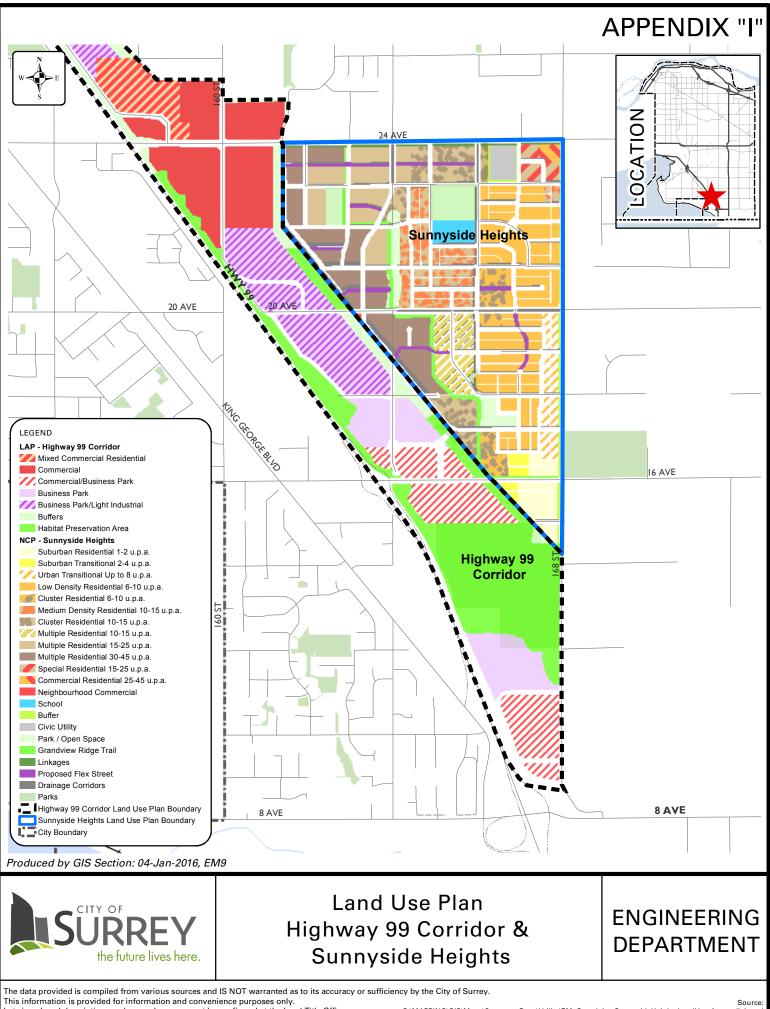
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Appendix "I"	Highway 99 Corridor	and Sunnyside Heights La	and Use Plan
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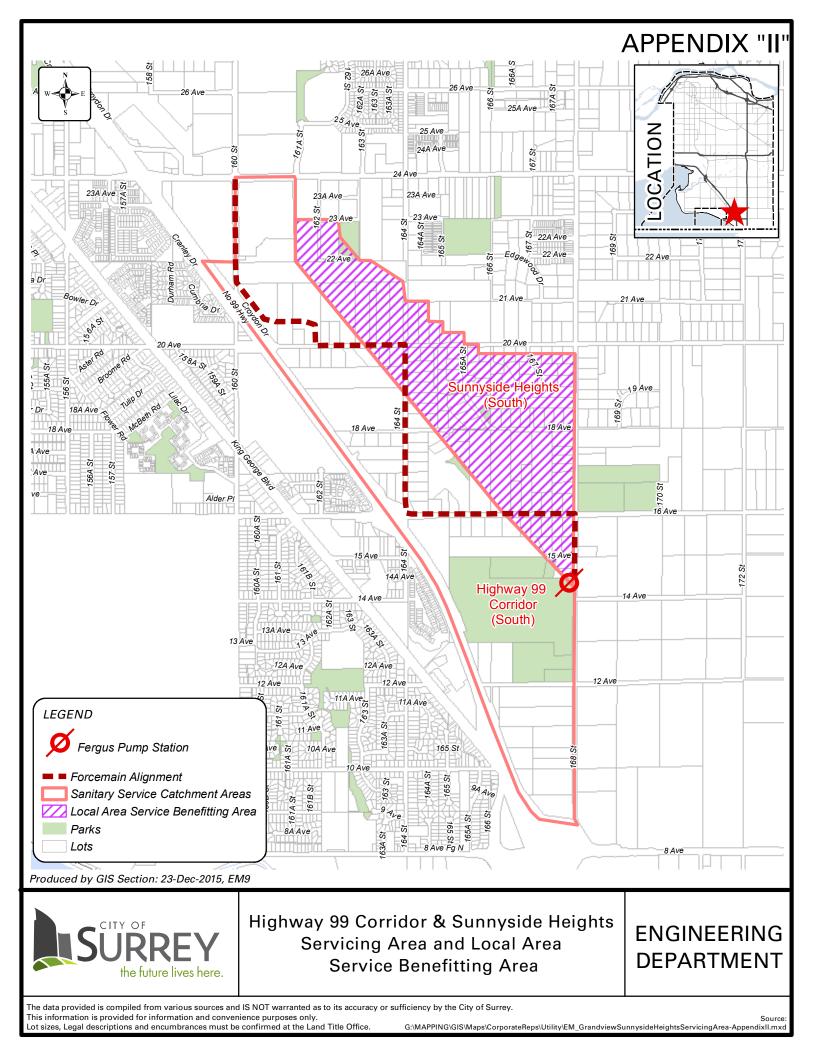
- Appendix "II" Highway 99 Corridor and Sunnyside Heights Servicing Area and Local Area Service Benefitting Area
- Appendix "III" Development Cost Charge Front-Ending Agreement for Highway 99 Corridor 8215-0293-00-2

Appendix "V"	Development Cost Charge Front-Ending Agreement for Sunnyside Heights NCP
	8215-0293-00-1
Appendix "VI"	Development Cost Charge Front-Ending Agreement for Sunnyside Heights NCP
	8215-0293-00-3
Appendix "VII"	Development Works Agreement Bylaw for Highway 99 Corridor and Sunnyside
	Heights NCP 8515-0293-00-1
Appendix "VIII"	Development Works Agreement – Certificate of Sufficiency
Appendix "IX"	Fergus Sanitary Pump Station and Forcemain Local Area Service – Certificate of
	Sufficiency
Appendix "X"	Local Area Service Fergus Sanitary Pump Station and Forcemain [Project
	#4706-453] Bylaw, 2016, No. 18601

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Lot sizes, Legal descriptions and encumbrances must be confirmed at the Land Title Office.  $G: \label{eq:mapping} G: \label{eq:mapping$ 



### **APPENDIX "III"**

### CITY OF SURREY DEVELOPMENT COST CHARGE FRONTENDING AGREEMENT

Project 8215-0293-00-2 (Sanitary Sewer)

THIS AGREEMENT dated for reference the \_\_\_\_\_ day of \_\_\_\_\_, 2016.

BETWEEN:

**CITY OF SURREY**, at 13450 – 104 Avenue, City of Surrey, British Columbia, V3T 1V8

(the "City")

### OF THE FIRST PART

### AND:

**SOUTH SURREY BUSINESS CENTRE INC.** of #407, 2626 Croydon Drive, in the City of Surrey, in the Province of British Columbia, V3Z 0S8

**CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORTATION** of #710, 1055 West Georgia Street, in the City of Vancouver, in the Province of British Columbia V6E 3R5

**0779998 BC LTD**. of #210, 8399 – 200 Street, in the City of Langley in the Province of British Columbia V2Y 3C2

**PCI DEVELOPMENT CORPORATION** of #1700, 1030 West Georgia Street, in the City of Vancouver, in the Province of British Columbia V6E 2Y3

(collectively the "Developer")

### OF THE SECOND PART

- A. **WHEREAS** the real property within the Highway 99 Corridor Local Area Plan is identified in column one entitled "Legal Description" in Schedule "A" and as illustrated in "Benefiting Area Map" in Schedule "C";
- B. **AND WHEREAS** the registered owners in fee simple of the Benefiting Area are identified in column two entitled "Registered Property Owners" (as hereinafter defined as Owners);
- C. AND WHEREAS the Works (as hereinafter defined) have been constructed;

- D. **AND WHEREAS** the Developer has undertaken the performance of its obligations required to be made pursuant to this Agreement;
- E. **AND WHEREAS** the Works are contained within the City's 10 Year Engineering Servicing Plan;
- F. **AND WHEREAS** the Developer has requested that the City advance the acquisition and construction of the Works and has agreed to contribute towards the construction of the Works for the development of the Benefiting Area;
- G. AND WHEREAS Section 937.1 of the Local Government Act, R.S.B.C. 1996, c.323 and amendments hereto (the "*Act*"), authorized Council to enter into an agreement with the Developer for the provision of the Works by the City; and
- H. **AND WHEREAS** Council adopted the recommendations of Corporate Report No. R237; 2010 that established the land use plan and policies to guide development and provide amenities in the Highway 99 Corridor Local Area Plan.

**NOW THEREFORE THIS AGREEMENT WITNESSES** that in consideration of the sum of TEN (\$10.00) DOLLARS of lawful money of Canada and other good and valuable consideration now paid by each of the parties hereto, to each of the other parties hereto, the receipt whereof is hereby acknowledged, the parties hereto hereby covenant, promise and agree with each other as follows:

### 1. **DEFINITIONS**

In this Agreement and in the recital above:

"*Act*" means the Local Government Act, R.S.B.C. 1996, c. 323, as revised, reenacted or consolidated from time to time and any successor statute;

"Agreement" means this Agreement and all schedules attached hereto;

"Benefiting Area" means the real property described in column one entitled "Legal Description" in Schedule "A";

"Capital Cost" means actual costs incurred by the City to construct the Works which costs are shown in Section 2.2 of this Agreement;

"City" means the City of Surrey;

"Completion Date" means the date construction of the Works have been completed and the one year maintenance period has commenced as determined by the City;

"Council" means the elected Council of the City;

"Developer" means collectively SOUTH SURREY BUSINESS CENTRE INC., CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORTATION, 0779998 BC LTD., and PCI DEVELOPMENT CORPORATION;

"Development Cost Charge" or "DCC" means a charge imposed pursuant to the Development Cost Charge By-law;

"Development Cost Charge By-law" means Surrey Development Cost Charge By-law, 2015, No. 18397, enacted by the City under the *Act* as such By-law is amended or replaced from time to time;

"General Manager, Engineering" means the General Manager, Engineering for the City;

"Maximum Amount Owing" means the maximum amount payable by the City to the Developer for the funds received pursuant to this Agreement as specified in section 2.3;

"Owners" means each of the registered owners in fee simple of the Benefiting Area as identified in column two entitled "Registered Property Owners" in Schedule "A" attached hereto;

"Works" means Sanitary Sewer works and related appurtenances substantially as described in Schedule "B";

"Subdivision and Development By-law" means Surrey Subdivision and Development By-law, 1986, No. 8830, enacted by the City under the *Act* as such By-law is amended or replaced from time to time; and

"Term" means the period of time this Agreement is in effect as specified in Section 4.1.

### 2. WORKS

- .1 The City is solely responsible for the design, engineering and construction of the Works and for retaining consultants and entering into any contracts required to construct the Works,
- .2 The parties acknowledge that, as of the date of this Agreement, the final Capital Cost is estimated at Eleven Million, One Hundred Thousand (\$11,100,000.00) in Canadian Dollars.
- .3 The parties acknowledge that the City anticipates recovering up to Two Million, Five Hundred Ninety-Seven Thousand, Five Hundred Sixty-One (\$2,597,561.00) in Canadian Dollars of Sanitary DCCs within the Benefiting Area which is the "Maximum Amount Owed".

### 3. **PAYMENT FOR WORKS**

- .1 The City is responsible for financing a portion of the Works and the construction of the Works as described in Corporate Report No. \_\_\_\_\_, dated
- .2 In consideration of the completion of the Works by the City to the satisfaction of the General Manager, Engineering without incurring any additional cost to the Developer, the City agrees to collect Sanitary DCCs from the Owners within the Benefiting Area for each subdivision or building permit in accordance with the Development Cost Charge By-law.
- .3 All parties agree that the City will pay the sanitary DCCs collected from the Benefiting Area as per Schedule "D" of this Agreement.
- .4 Reimbursement of the Maximum Amount Owing as specified in Section 2.3 within the Benefiting Area shall be paid as follows:
  - (a) the City shall only be obligated to pay to the extent the City actually receives the Sanitary DCC component from Owners; and
  - (b) the City shall remit the amounts actually received twice each calendar year to the Developer in the proportions as specified in Schedule "D" and the City shall have no further obligation to the Developer to make any payment pursuant to this Agreement.
- .5 The City shall pay the Developer at the address of the Developer as set forth hereinbefore or at such other address as the Developer shall provide by registered mail. If the said payments are returned to the City unclaimed by the Developer and if the City is unable to locate the Developer after all reasonable efforts, then the City shall hold all monies collected until the expiry of this Agreement. After the expiry of this Agreement, the City shall retain all such unclaimed funds forever.
- .6 In the event of the assignment or transfer of the rights of the Developer voluntarily, or by operation of law, the General Manager, Finance& Technology shall pay any benefits accruing hereunder, after notice, to such successor of the Developer as the General Manager, Finance & Technology in their judgment deems entitled to such benefits; and in the event of conflicting demands being made upon the City for benefits accruing under this Agreement, then the City may at its option commence an action in interpleader joining any party claiming rights under this Agreement, or other parties which the City believes to be necessary or proper, and the City shall be discharged from further liability upon paying the person or persons whom any court having jurisdiction of such interpleader action shall determine, and in such action the City shall be entitled to recover its reasonable legal fees and costs, which fees and costs shall constitute a lien upon all funds accrued or accruing pursuant to this Agreement.

### 4. **TERM**

- 1 The term of this Agreement shall commence on the Completion Date and shall expire on in fifteen years from and including the commencement date (the "Term").
- .2 The Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement.
- .3 This Agreement shall terminate prior to the expiry of the Term in the event the Developer has been paid the Maximum Amount Owing without interest.

### 5. **INDEMNITY**

In consideration of Ten (\$10.00) Dollars and other good and valuable consideration paid by the City to the Developer (the receipt and sufficiency of which is hereby acknowledged), the Developer jointly and severally agrees to indemnify and save harmless the City, its employees, elected officials, contractors and agents against all actions, causes of action, suits, claims and demands whatsoever which may arise either directly or indirectly by reason of the City and the Developer entering into this Agreement, and including without limitation the Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement. This indemnity shall survive the expiry of the Term of this Agreement.

### 6. CITY'S COSTS

The Developer shall pay to the City, by cash or bank draft, prior to the City executing this Agreement, a fee equivalent to \$5,743.50 which includes GST. The City acknowledges the receipt of payment by Receipt No. 607323 paid to the City on August 31, 2015 for the preparation, registration and administration of this Agreement. Additional administration costs of \$1,760.00 plus applicable taxes per Developer will be required at the time of the execution of this agreement to pay for increased administration costs associated with multiple Developers.

### 7. **NOTICES**

.1 Any notice, demand, acceptance or request required to be given hereunder in writing shall be deemed to be given if either personally delivered or mailed by registered mail, postage prepaid (at any time other than during a general discontinuance of postal services due to a strike, lockout or otherwise) and addressed to the Developer as follows:

South Surrey Business Centre Inc. 0779998 BC Ltd.

#407, 2626 Croydon Drive	#210, 8399 - 200 Street
Surrey, BC V3Z 0S8	Langley, BC V2Y 3C2
Canadian Horizons (18 <sup>th</sup> Avenue) Development Corporation #710, 1055 West Georgia Street Vancouver, BC V6 3R5	PCI Development Corporation #1700, 1030 West Georgia Street Vancouver, BC V6E 2Y3

or such change of address as the Developer has, by written notification, forwarded to the City, and to the City as follows:

City of Surrey Engineering Department 13450 – 104 Avenue Surrey, B.C. V3T 1V8

Attention:General Manager, Engineeringc.c.City Solicitor

or such change of address as the City has, by written notification, forwarded to the Developer.

- .2 Any notice shall be deemed to have been given to and received by the party to which it is addressed:
  - (i) if delivered, on the date of delivery; or
  - (ii) if mailed, then on the fifth (5th) day after the mailing thereof.

### 8. **ASSIGNMENT**

The Developer shall not assign or transfer its interest in this Agreement without the prior written consent of the City, which consent shall not be unreasonably withheld.

### 9. ENTIRE AGREEMENT

This Agreement constitutes the entire agreement between the parties hereto with respect to the subject matter hereof and supersedes any prior agreements, undertakings, declarations or representations, written or verbal, in respect thereof. It is hereby agreed between the parties hereto that this Agreement shall be enforceable by and against the parties, and their successors and assigns.

### 10. LAWS OF BRITISH COLUMBIA

This Agreement shall be interpreted under and is governed by the applicable laws of Canada and the Province of British Columbia.

### 11. SCHEDULES

The Schedules attached hereto, which form part of this Agreement, are as follows:

- .1 Schedule "A" Legal Description and Registered Property Owners
- .2 Schedule "B" Description of Sanitary Sewer Works
- .3 Schedule "C" Benefiting Area Map
- .4 Schedule "D" Payment Schedule

### 12. CONFLICT

In the event of any conflict or inconsistency between Schedules "A" and "C", Schedule "A" shall supersede Schedule "C".

IN WITNESS WHEREOF this Agreement has been executed as of the day and year first above written.

CITY OF SURREY by its authorized signatory

General Manager, Engineering by his Authorized Designate, Sam Lau, P.Eng. Manager, Land Development

South Surrey Business Centre Inc.
as per their duly appointed
signatory(s):

PCI Developments Corporation as per their duly appointed signatory(s):

Canadian Horizons (18<sup>th</sup> Avenue) Development Corporation as per their duly appointed signatory(s):

0779998 BC Ltd. as per their duly appointed signatory(s):

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1267 168 St	010-049-568	5124920026
16734 15 Ave	004-435-907	5124930019
1227 168 St	008-042-730	5124930044
1270 No 99 Hwy	008-823-901	5124940050
1277 168 51	013-192-663	512495002X
16505 16 Ave	001-417-894	5131000105
1651018 Ave	017-756-456	5131000142
16487 16 Ave	001-417-908 001-417-908	513101007X 513101007X
16541 16 Ave	017-756-464	\$131010111
16470 18 Ave	001-417-916 001-417-916	5131020074 5131020074
16607 16 Ave	011-135-077	513103002X

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LT 24 SE SEC 13 TI PL 38148	
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LT 34 SE SEC 13 TI PL 42726	
LT 35 SE SEC 13 T1 PL 42726	

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1770 164 51	008-494-266	5131230020
1760-164 Si	000-740-241 000-740-241	5131240025 5131240025
1740 164 St	008-268-827	513125002X
1720 164 St	008-494-274 008-494-274	5131260024 5131260024
1690 164 Si	008-268-835 008-268-835	5131270029 5131270029
1660 164 St	008-494-282	5131280023
1642 164 St	008-494-291 008-494-291	5131290028 5131290028
1870 164 St	005-532-080	5131330026
1852 164 St	006-532-101 006-532-101	5131340020 5131340020

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1715 164 St	004-540-212	5132290024
16114 20 Ave	002-668-335 002-668-335	5132320028 5132320028
16172 20 Ave	004-331-702 004-331-702	5132370020 5132370020
16184 20 Ave	006-160-271	5132380025
16216 20 Ave	006-128-633 006-128-637	513239002X 513239002X
16248 20 Ave	005-359-546	5132430028
16272 20 Ave	002-205-602	5132440022
16384 18 Ave	003-403-599	5132480020
16354 18 Ave	003-403-602	5132490025
16324 18 Ave	003-403-611 003-403-611	513250002X 513250002X

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LT 2 SC 13 T1 PLBCP20864	City of Surrey	2204 160 St	026-497-221	5133010072
LT 1 SC 1 T2 PLBCP40888	Genater Vancouver Serverage & Drainage District	5580 164 St	027-913-643	6014000045

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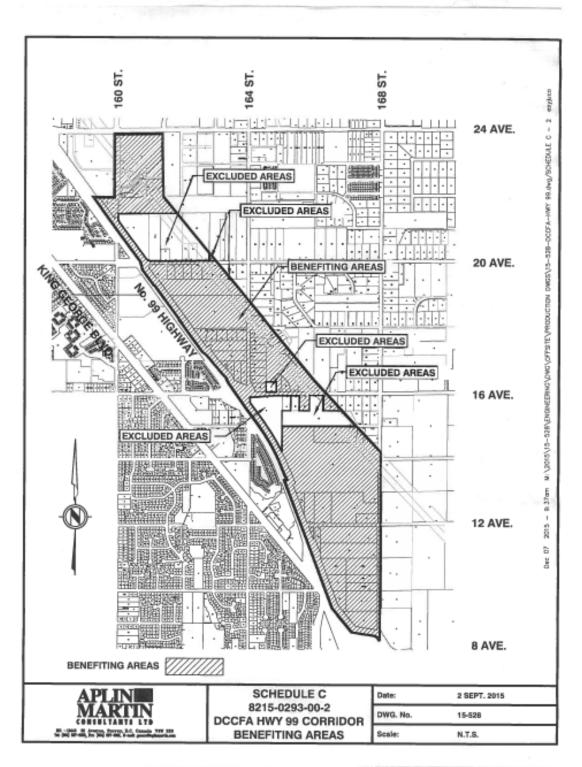
### SCHEDULE "B"

### **DESCRIPTION OF SANITARY SEWER WORKS**

Design, construct and inspect a Sanitary Sewer Pump Station (Fergus Creek Pump Station) at 1227 - 168 Street, a sanitary sewer forcemain from 1227 - 168 Street to an existing gravity sanitary sewer located at 24 Avenue and 160 Street complete with all required appurtenances.







Portions of Highway 99 Corridor Local Area Plan Benifiting Area

### SCHEDULE "D"

## **Payment Schedule**

# 8215-0293-00-2 (Highway 99 Corridor LAP Sanitary Sewer DCCFA)

	Total amount of DCCs available				\$2,597,561.00	
	Developer's Name		Contribution %	Cash Contribution	Maximum Owing	
1	South Surrey Business Centre		45.21%	\$1,174,357.33	\$1,174,357.33	
2	Canadian Horizons (18th Avenue)					
	Development Corporation		25.88%	\$672,248.79	\$672,248.79	
3	0779998 BC Ltd.		25.87%	\$671,989.03	\$671,989.03	
4	PCI Development Corporation		3.04%	\$78,965.85	\$78,965.85	
		Total	100.00%	\$2,597,561.00	\$2,597,561.00	

# **APPENDIX "IV"**

### CITY OF SURREY DEVELOPMENT COST CHARGE FRONTENDING AGREEMENT

Project 8215-0293-00-4 (Sanitary Sewer)

THIS AGREEMENT dated for reference the \_\_\_\_\_ day of \_\_\_\_\_, 2016.

BETWEEN:

**CITY OF SURREY**, at 13450 – 104 Avenue, City of Surrey, British Columbia, V3T 1V8

(the "City")

OF THE FIRST PART

### AND:

**MAINLAND DEVELOPMENTS (MORGAN) LTD.** of #210, 128899 – 80 Avenue in the City of Surrey, in the Province of British Columbia V3W 0E6

**MYTOPIA INC.** of #120, 6068 No. 3 Road, in the City of Richmond, in the Province of British Columbia V6Y 4M7

**SOUTH SURREY BUSINESS CENTRE INC.** of #407, 2626 Croydon Drive, in the City of Surrey, in the Province of British Columbia, V3Z 0S8

**PCI DEVELOPMENT CORPORATION** of #1700, 1030 West Georgia Street, in the City of Vancouver, in the Province of British Columbia V6E 2Y3

**0779998 BC LTD**. of #210, 8399 – 200 Street, in the City of Langley in the Province of British Columbia V2Y 3C2

(the "Developer")

### OF THE SECOND PART

A. **WHEREAS** the real property within the Highway 99 Corridor Local Area Plan is identified in column one entitled "Legal Description" in Schedule "A" and as illustrated in "Benefiting Area Map" in Schedule "C";

- B. **AND WHEREAS** the registered owners in fee simple of the Benefiting Area are identified in column two entitled "Registered Property Owners" (as hereinafter defined as Owners);
- C. AND WHEREAS the Works (as hereinafter defined) have been constructed;
- D. **AND WHEREAS** the Developer has undertaken the performance of its obligations required to be made pursuant to this Agreement;
- E. **AND WHEREAS** the Works are contained within the City's 10 Year Engineering Servicing Plan;
- F. **AND WHEREAS** the Developer has requested that the City advance the acquisition and construction of the Works and has agreed to contribute towards the construction of the Works for the development of the Benefiting Area;
- G. AND WHEREAS Section 937.1 of the Local Government Act, R.S.B.C. 1996, c.323 and amendments hereto (the "*Act*"), authorized Council to enter into an agreement with the Developer for the provision of the Works by the City; and
- H. AND WHEREAS Council adopted the recommendations of Corporate Report No. L004, dated February 23, 2004; that established the land use plan and policies to guide development and provide amenities in the Highway 99 Corridor Local Area Plan.

**NOW THEREFORE THIS AGREEMENT WITNESSES** that in consideration of the sum of TEN (\$10.00) DOLLARS of lawful money of Canada and other good and valuable consideration now paid by each of the parties hereto, to each of the other parties hereto, the receipt whereof is hereby acknowledged, the parties hereto hereby covenant, promise and agree with each other as follows:

### 1. **DEFINITIONS**

In this Agreement and in the recital above:

"*Act*" means the Local Government Act, R.S.B.C. 1996, c. 323, as revised, reenacted or consolidated from time to time and any successor statute;

"Agreement" means this Agreement and all schedules attached hereto;

"Benefiting Area" means the real property described in column one entitled "Legal Description" in Schedule "A";

"Capital Cost" means actual costs incurred by the City to construct the Works which costs are shown in Section 2.2 of this Agreement;

"City" means the City of Surrey;

"Completion Date" means the date construction of the Works have been completed and the one year maintenance period has commenced as determined by the City;

"Council" means the elected Council of the City;

"Developer" means collectively MAINLAND DEVELOPMENTS (MORGAN) LTD, MYTOPIA INC., SOUTH SURREY BUSINESS CENTRE INC, PCI DEVELOPMENT CORPORATION and 0779998 BC LTD.;

"Development Cost Charge" or "DCC" means a charge imposed pursuant to the Development Cost Charge By-law;

"Development Cost Charge By-law" means Surrey Development Cost Charge By-law, 2015, No. 18397, enacted by the City under the *Act* as such By-law is amended or replaced from time to time;

"General Manager, Engineering" means the General Manager, Engineering for the City;

"Maximum Amount Owing" means the maximum amount payable by the City to the Developer for the funds received pursuant to this Agreement as specified in section 2.3;

"Owners" means each of the registered owners in fee simple of the Benefiting Area as identified in column two entitled "Registered Property Owners" in Schedule "A" attached hereto;

"Works" means Sanitary Sewer works and related appurtenances substantially as described in Schedule "B";

"Subdivision and Development By-law" means Surrey Subdivision and Development By-law, 1986, No. 8830, enacted by the City under the *Act* as such By-law is amended or replaced from time to time; and

"Term" means the period of time this Agreement is in effect as specified in Section 4.1.

### 2. WORKS

- .1 The City is solely responsible for the design, engineering and construction of the Works and for retaining consultants and entering into any contracts required to construct the Works,
- .2 The parties acknowledge that, as of the date of this Agreement, the final Capital Cost is estimated at Eleven Million, One Hundred Thousand (\$11,100,000.00) in Canadian Dollars.
- .3 The parties acknowledge that the City anticipates recovering up to Eight Hundred Fifty-Seven Thousand, Four Hundred Thirty-Nine (\$857,439.00) in Canadian

Dollars of Sanitary DCCs within the Benefiting Area which is the "Maximum Amount Owed". Monies owed to each Frontender shall be reimbursed back to the Frontender after monies have been collected through a Servicing Agreement or Building Permit as per Surrey Subdivision and Development By-law, 1986, No. 8830, for Benfitting properties listed in Schedule "A. "

### 3. **PAYMENT FOR WORKS**

- .1 The City is responsible for financing a portion of the Works and the construction of the Works as described in Corporate Report No. \_\_\_\_\_, dated
- .2 In consideration of the completion of the Works by the City to the satisfaction of the General Manager, Engineering without incurring any additional cost to the Developer, the City agrees to collect Sanitary DCCs from the Owners within the Benefiting Area for each subdivision or building permit in accordance with the Development Cost Charge By-law.
- .3 All parties agree that the City will pay the Sanitary DCCs collected from the Benefiting Area as per Schedule D of this Agreement.
- .4 Reimbursement of the Maximum Amount Owing as specified in Section 2.3 within the Benefiting Area shall be paid as follows:
  - (a) the City shall only be obligated to pay to the extent the City actually receives the Sanitary DCC component from Owners; and
  - (b) the City shall remit the amounts actually received twice each calendar year to the Developer in the proportions as specified in Schedule "D" and the City shall have no further obligation to the Developer to make any payment pursuant to this Agreement.
- .5 The City shall pay the Developer at the address of the Developer as set forth hereinbefore or at such other address as the Developer shall provide by registered mail. If the said payments are returned to the City unclaimed by the Developer and if the City is unable to locate the Developer after all reasonable efforts, then the City shall hold all monies collected until the expiry of this Agreement. After the expiry of this Agreement, the City shall retain all such unclaimed funds forever.
- .6 In the event of the assignment or transfer of the rights of the Developer voluntarily, or by operation of law, the General Manager, Finance& Technology shall pay any benefits accruing hereunder, after notice, to such successor of the Developer as the General Manager, Finance & Technology in their judgment deems entitled to such benefits; and in the event of conflicting demands being made upon the City for benefits accruing under this Agreement, then the City may at its option commence an action in interpleader joining any party claiming rights under this Agreement, or

other parties which the City believes to be necessary or proper, and the City shall be discharged from further liability upon paying the person or persons whom any court having jurisdiction of such interpleader action shall determine, and in such action the City shall be entitled to recover its reasonable legal fees and costs, which fees and costs shall constitute a lien upon all funds accrued or accruing pursuant to this Agreement.

### 4. **TERM**

- 1 The term of this Agreement shall commence on the Completion Date and shall expire on in fifteen years from and including the commencement date (the "Term").
- .2 The Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement.
- .3 This Agreement shall terminate prior to the expiry of the Term in the event the Developer has been paid the Maximum Amount Owing without interest.

### 5. **INDEMNITY**

In consideration of Ten (\$10.00) Dollars and other good and valuable consideration paid by the City to the Developer (the receipt and sufficiency of which is hereby acknowledged), the Developer jointly and severally agrees to indemnify and save harmless the City, its employees, elected officials, contractors and agents against all actions, causes of action, suits, claims and demands whatsoever which may arise either directly or indirectly by reason of the City and the Developer entering into this Agreement, and including without limitation the Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement. This indemnity shall survive the expiry of the Term of this Agreement.

### 6. CITY'S COSTS

The Developer shall pay to the City, by cash or bank draft, prior to the City executing this Agreement, a fee equivalent to \$5,743.50 which includes GST for the preparation, registration and administration of this Agreement. Additional administration costs of \$1,760.00 plus applicable taxes per Developer will be required at the time of the execution of this agreement to pay for increased administration costs associated with multiple Developers.

### 7. **NOTICES**

.1 Any notice, demand, acceptance or request required to be given hereunder in writing shall be deemed to be given if either personally delivered or mailed by

registered mail, postage prepaid (at any time other than during a general discontinuance of postal services due to a strike, lockout or otherwise) and addressed to the Developer as follows:

Mainland Developments (Morgan) Ltd. #210, 12899 - 80 Avenue Surrey, BC V3W 0E6

Mytopia Inc. #120, 6068 No. 3 Road Richmond, BC V6Y 4M7 PCI Development Corporation #1700, 1030 West Georgia Street Vancouver, BC V6E 2Y3

0779998 BC Ltd. #210, 8399 - 200 Street Langley, BC V2Y 3C2

South Surrey Business Centre Inc. #407, 2626 Croydon Drive Surrey, BC V3Z 0S8

or such change of address as the Developer has, by written notification, forwarded to the City, and to the City as follows:

City of Surrey Engineering Department 13450 – 104 Avenue Surrey, B.C. V3T 1V8

Attention: General Manager, Engineering c.c. City Solicitor

or such change of address as the City has, by written notification, forwarded to the Developer.

- .2 Any notice shall be deemed to have been given to and received by the party to which it is addressed:
  - (i) if delivered, on the date of delivery; or
  - (ii) if mailed, then on the fifth (5th) day after the mailing thereof.

### 8. **ASSIGNMENT**

The Developer shall not assign or transfer its interest in this Agreement without the prior written consent of the City, which consent shall not be unreasonably withheld.

### 9. ENTIRE AGREEMENT

This Agreement constitutes the entire agreement between the parties hereto with respect to the subject matter hereof and supersedes any prior agreements, undertakings, declarations or representations, written or verbal, in respect thereof. It is hereby agreed between the parties hereto that this Agreement shall be enforceable by and against the parties, and their successors and assigns.

### 10. LAWS OF BRITISH COLUMBIA

This Agreement shall be interpreted under and is governed by the applicable laws of Canada and the Province of British Columbia.

### 11. SCHEDULES

The Schedules attached hereto, which form part of this Agreement, are as follows:

- .1 Schedule "A" Legal Description and Registered Property Owners
- .2 Schedule "B" Description of Sanitary Sewer Works
- .3 Schedule "C" Benefiting Area Map
- .4 Schedule "D" Payment Schedule

### 12. CONFLICT

In the event of any conflict or inconsistency between Schedules "A" and "C", Schedule "A" shall supersede Schedule "C".

IN WITNESS WHEREOF this Agreement has been executed as of the day and year first above written.

### **CITY OF SURREY**

by its authorized signatory

General Manager, Engineering by his Authorized Designate, Sam Lau, P.Eng. Manager, Land Development

**Mainland Developments (Morgan) Ltd.** as per their duly appointed signatory(s):

### **PCI Developments Corporation**

as per their duly appointed signatory(s):

**Mytopia Inc**. as per their duly appointed signatory(s): **0779998 BC Ltd.** as per their duly appointed signatory(s):

### South Surrey Business Centre Inc.

as per their duly appointed signatory(s):

### December 04, 2015

### City of Surrey Schedule "A" Legal Description and Registered Owners

Project File:	7815-0293-00
DCC Frontender File:	8215-0293-00-4

Legal Description	Registered Owners	Civic Address	Parcel Identifier	Tax Roll Number
LT 4 NE SEC 12 T1 PL 43880	South Surrey Businesscentre Inc	16510 16 Ave	002-149-699	5124030021
LT 5 NE SEC 12 T1 PL 43880	Mytopia Inc	16530 16 Ave	007-150-845	5124040026
LT 7 NE SEC 12 T1 PL 46910	Mytopia Inc	16616 16 Ave	002-182-203	5124060025
IE SC 12 T1 PL36750 LOT: REM 14 PART: NE	Mytopia Inc	16725 15 Ave	004-435-826	5124130015
T 18 NE SC 12 TI PL67817 PART NE PID 0	South Surrey Businesscentre Inc	16450 16 Ave	001-031-457	5124170013
CL A 7 SE SEC 13 T'1 EXP 10033	16 At 99 Holdings Curp	16467 16 Ave	011-135-107	5131900062
T 31 SW SEC 13 T1 PL 33367		16344 20 Ava	006-853-331 006-853-331	5132300029 5132300029
T I NW SC 13 T1 PL72380 PART: NW144 PID	Mainland Developments(Morgan Place) Ltd	16203 20 Ave	004-607-007	5133000017
T 2 NW SC 13 T1 PL72380 PART/ NW1/4 PID	Mainland Developments(Morgan Place) Lid	16197 20 Ave	004-607-015	5133010011
T 2 W1/2 S3/4 S1/2 INW SEC 13 T1 PL 1126	Mainland Developments(Morgan Place) Lad	2112 160 St	009-492-011	\$133010060
T 4 SI/2 NW SEC 13 T1 PL 7270(SEE 0513-	0779998 Bc Lid	16301 20 Ave	011-106-983	\$133030046
T 13 SC NW13 T1 PL61696	Mainland Developments(Morgan Place) Lad	16211 20 Ave	002-477-301	5133120023
T 14 SC NW13 T1 PL61696	Mainland Development Holdings Ltd	16273 20 Ave	000-598-810	5133130028
CL A 2 W1/2 S3/4 S1/2 NW SEC 13 T1	Mainland Developments(Morgan Place) Ltd	16113 20 Ave	009-492-119	5133900041
T A NW SEC 13 T1 PL 22548	Mainland Developments(Morgan Place) Ltd	16219.20 Ave	009-270-299	5133900065

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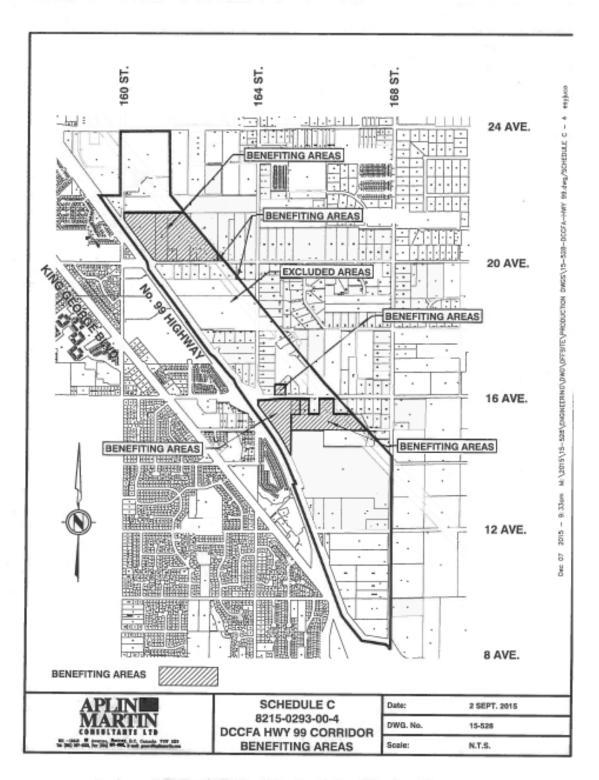
### SCHEDULE "B"

### **DESCRIPTION OF SANITARY SEWER WORKS**

Design, construct and inspect a Sanitary Sewer Pump Station (Fergus Creek Pump Station) at 1227 - 168 Street, a sanitary sewer forcemain from 1227 - 168 Street to an existing gravity sanitary sewer located at 24 Avenue and 160 Street complete with all required appurtenances.

### SCHEDULE "C"

#### BENEFITING AREA MAP



Portions of Highway 99 Corridor Local Area Plan Benifiting Area

### SCHEDULE "D"

## **Payment Schedule**

# 8215-0293-00-4 (Highway 99 Corridor LAP Sanitary Sewer DCCFA)

Total amount of DCCs available

### \$857,439.00

	Developer's Name		Contribution %	Cash Contribution	Maximum Owing
1	Mainland Developments(Morgan) Ltd.		57.78%	\$495,428.25	\$495,428.25
2	Mytopia Inc.		23.20%	\$198,925.85	\$198,925.85
3	South Surrey Business Centre		15.74%	\$134,960.90	\$134,960.90
4	PCI Development Corporation		2.45%	\$21,007.26	\$21,007.26
5	0779998 BC Ltd.		0.83%	\$7,116.74	\$7,116.74
		Total	100.00%	\$857,439.00	\$857,439.00

## APPENDIX "V"

#### CITY OF SURREY DEVELOPMENT COST CHARGE FRONTENDING AGREEMENT

Project 8215-0293-00-1 (Sanitary Sewer)

THIS AGREEMENT dated for reference the \_\_\_\_\_ day of \_\_\_\_\_, 2016.

BETWEEN:

**CITY OF SURREY**, at 13450 – 104 Avenue, City of Surrey, British Columbia, V3T 1V8

(the "City")

OF THE FIRST PART

AND:

**CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORTATION** of #710, 1055 West Georgia Street, in the City of Vancouver, in the Province of British Columbia V6E 3R5

**0779998 BC LTD.** of #210, 8399 – 200 Street, in the City of Langley in the Province of British Columbia V2Y 3C2

**1005714 BC LTD.** of 880 Lougheed Highway, in the City of Port Coquitlam, in the Province of British Columbia V3C 0B7

(collectively the "Developer")

OF THE SECOND PART

- A. WHEREAS the real property within the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan are identified in column one entitled "Legal Description" in Schedule "A" and are illustrated in "Benefiting Area Map" in Schedule "C";
- B. **AND WHEREAS** the registered owners in fee simple of the Benefiting Area are identified in column two entitled "Registered Property Owners" (as hereinafter defined as Owners);
- C. AND WHEREAS the Works (as hereinafter defined) have been constructed;

- D. **AND WHEREAS** the Developer has undertaken the performance of its obligations required to be made pursuant to this Agreement;
- E. **AND WHEREAS** the Works are contained within the City's 10 Year Engineering Servicing Plan;
- F. **AND WHEREAS** the Developer has requested that the City advance the acquisition and construction of the Works and has agreed to contribute towards the construction of the Works for the development of the Benefiting Area;
- G. AND WHEREAS Section 937.1 of the Local Government Act, R.S.B.C. 1996, c.323 and amendments hereto (the "*Act*"), authorized Council to enter into an agreement with the Developer for the provision of the Works by the City; and
- H. AND WHEREAS Council adopted the recommendations of Corporate Report No. R237; 2010 that established the land use plan and policies to guide development and provide amenities in the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan.

**NOW THEREFORE THIS AGREEMENT WITNESSES** that in consideration of the sum of TEN (\$10.00) DOLLARS of lawful money of Canada and other good and valuable consideration now paid by each of the parties hereto, to each of the other parties hereto, the receipt whereof is hereby acknowledged, the parties hereto hereby covenant, promise and agree with each other as follows:

#### 1. **DEFINITIONS**

In this Agreement and in the recital above:

"*Act*" means the Local Government Act, R.S.B.C. 1996, c. 323, as revised, reenacted or consolidated from time to time and any successor statute;

"Agreement" means this Agreement and all schedules attached hereto;

"Benefiting Area" means the real property described in column one entitled "Legal Description" in Schedule "A";

"Capital Cost" means actual costs incurred by the City to construct the Works which costs are shown in Section 2.2 of this Agreement;

"City" means the City of Surrey;

"Completion Date" means the date construction of the Works have been completed and the one year maintenance period has commenced as determined by the City;

"Council" means the elected Council of the City;

"Developer" means collectively: 0779998 BC LTD., CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORTATION and 1005714 BC LTD.;

"Development Cost Charge" or "DCC" means a charge imposed pursuant to the Development Cost Charge By-law;

"Development Cost Charge By-law" means Surrey Development Cost Charge By-law, 2015, No. 18397, enacted by the City under the *Act* as such By-law is amended or replaced from time to time;

"General Manager, Engineering" means the General Manager, Engineering for the City;

"Maximum Amount Owing" means the maximum amount payable by the City to the Developer for the funds received pursuant to this Agreement as specified in section 2.3;

"Owners" means each of the registered owners in fee simple of the Benefiting Area as identified in column two entitled "Registered Property Owners" in Schedule "A" attached hereto;

"Works" means Sanitary Sewer works and related appurtenances substantially as described in Schedule "B";

"Subdivision and Development By-law" means Surrey Subdivision and Development By-law, 1986, No. 8830, enacted by the City under the *Act* as such By-law is amended or replaced from time to time; and

"Term" means the period of time this Agreement is in effect as specified in Section 4.1.

#### 2. WORKS

- .1 The City is solely responsible for the design, engineering and construction of the Works and for retaining consultants and entering into any contracts required to construct the Works,
- .2 The parties acknowledge that, as of the date of this Agreement, the final Capital Cost is estimated at Eleven Million, One Hundred Thousand (\$11,100,000.00) in Canadian Dollars.
- .3 The parties acknowledge that the City anticipates recovering up to One Million, Five Hundred Fifty-Five Thousand, Four Hundred Thirty-Nine Dollars (\$1,555,439.00) in Canadian Dollars of Sanitary DCCs within the Benefiting Area. All parties agree that the City is to retain the first Four Hundred Forty Thousand Dollars (\$440,000.00) of the Sanitary DCCs within the Benefiting Area and that the balance of One Million, One Hundred Fifteen Thousand, Four Hundred Thirty-Nine Dollars (\$1,115,439.00) in Canadian Dollars of Sanitary DCCs within the Benefiting Area which is the "Maximum Amount Owed".

#### 3. **PAYMENT FOR WORKS**

- .1 The City is responsible for financing a portion of the Works and the construction of the Works as described in Corporate Report No. \_\_\_\_\_\_, dated
- .2 In consideration of the completion of the Works by the City to the satisfaction of the General Manager, Engineering without incurring any additional cost to the Developer, the City agrees to collect Sanitary DCCs from the Owners within the Benefiting Area for each subdivision or building permit in accordance with the Development Cost Charge By-law.
- .3 All parties agree that the City will pay the Sanitary DCCs collected from the Benefiting Area as per Schedule "D" of this Agreement.
- .4 Reimbursement of the Maximum Amount Owing as specified in Section 2.3 within the Benefiting Area shall be paid as follows:
  - (i) the City shall only be obligated to pay to the extent the City actually receives the Sanitary DCC component from Owners; and
  - (ii) the City shall remit the amounts actually received twice each calendar year to the Developer in the proportions as specified in Schedule "D" and the City shall have no further obligation to the Developer to make any payment pursuant to this Agreement.
- .5 The City shall pay the Developer at the address of the Developer as set forth hereinbefore or at such other address as the Developer shall provide by registered mail. If the said payments are returned to the City unclaimed by the Developer and if the City is unable to locate the Developer after all reasonable efforts, then the City shall hold all monies collected until the expiry of this Agreement. After the expiry of this Agreement, the City shall retain all such unclaimed funds forever.
- .6 In the event of the assignment or transfer of the rights of the Developer voluntarily, or by operation of law, the General Manager, Finance & Technology shall pay any benefits accruing hereunder, after notice, to such successor of the Developer as the General Manager, Finance & Technology in their judgment deems entitled to such benefits; and in the event of conflicting demands being made upon the City for benefits accruing under this Agreement, then the City may at its option commence an action in interpleader joining any party claiming rights under this Agreement, or other parties which the City believes to be necessary or proper, and the City shall be discharged from further liability upon paying the person or persons whom any court having jurisdiction of such interpleader action shall determine, and in such action the City shall be entitled to recover its reasonable legal fees

and costs, which fees and costs shall constitute a lien upon all funds accrued or accruing pursuant to this Agreement.

### 4. **TERM**

- .1 The term of this Agreement shall commence on the Completion Date and shall expire in fifteen years from and including the commencement date (the "Term").
- .2 The Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement.
- .3 This Agreement shall terminate prior to the expiry of the Term in the event the Developer has been paid the Maximum Amount Owing without interest.

#### 5. **INDEMNITY**

In consideration of Ten (\$10.00) Dollars and other good and valuable consideration paid by the City to the Developer (the receipt and sufficiency of which is hereby acknowledged), the Developer jointly and severally agrees to indemnify and save harmless the City, its employees, elected officials, contractors and agents against all actions, causes of action, suits, claims and demands whatsoever which may arise either directly or indirectly by reason of the City and the Developer entering into this Agreement, and including without limitation the Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement. This indemnity shall survive the expiry of the Term of this Agreement.

#### 6. CITY'S COSTS

The Developer shall pay to the City, by cash or bank draft, prior to the City executing this Agreement, a fee equivalent to \$5,743.50 which includes GST. The City acknowledges the receipt of payment by Receipt No. 607323 paid to the City on August 31, 2015 for the preparation, registration and administration of this Agreement. Additional administration costs of \$1,760.00 plus applicable taxes per Developer will be required at the time of the execution of this agreement to pay for increased administration costs associated with multiple Developers.

#### 7. NOTICES

.1 Any notice, demand, acceptance or request required to be given hereunder in writing shall be deemed to be given if either personally delivered or mailed by registered mail, postage prepaid (at any time other than during a general discontinuance of postal services due to a strike, lockout or otherwise) and addressed to the Developer as follows:

Canadian Horizons (18th Avenue) Development Corporation #710, 1055 West Georgia Street Vancouver, BC V6 3R5 1005714 BC Ltd. 880 Lougheed Highway Port Coquitlam, BC V3C 0B7

0779998 BC Ltd. #210, 8399 - 200 Street Langley, BC V2Y 3C2

or such change of address as the Developer has, by written notification, forwarded to the City as follows:

City of Surrey Engineering Department 13450 – 104 Avenue Surrey, BC V3T 1V8

Attention:General Manager, Engineeringc.c.City Solicitor

or such change of address as the City has, by written notification, forwarded to the Developer.

- .2 Any notice shall be deemed to have been given to and received by the party to which it is addressed:
  - (i) if delivered, on the date of delivery; or
  - (ii) if mailed, then on the fifth (5th) day after the mailing thereof.

#### 8. **ASSIGNMENT**

The Developer shall not assign or transfer its interest in this Agreement without the prior written consent of the City, which consent shall not be unreasonably withheld.

#### 9. ENTIRE AGREEMENT

This Agreement constitutes the entire agreement between the parties hereto with respect to the subject matter hereof and supersedes any prior agreements, undertakings, declarations or representations, written or verbal, in respect thereof. It is hereby agreed between the parties hereto that this Agreement shall be enforceable by and against the parties, and their successors and assigns.

#### 10. LAWS OF BRITISH COLUMBIA

This Agreement shall be interpreted under and is governed by the applicable laws of Canada and the Province of British Columbia.

#### 11. **SCHEDULES**

The Schedules attached hereto, which form part of this Agreement, are as follows:

- Schedule "A" Legal Description and Registered Property Owners Schedule "B" Description of Sanitary Sewer Works .1
- .2
- Schedule "C" Benefiting Area Map Schedule "D" Payment Schedule .3
- .4

#### 12. CONFLICT

In the event of any conflict or inconsistency between Schedules "A" and "C", Schedule "A" shall supersede Schedule "C".

IN WITNESS WHEREOF this Agreement has been executed as of the day and year first above written.

CITY OF SURREY by its authorized signatory

General Manager, Engineering by his Authorized Designate, Sam Lau, P.Eng. Manager, Land Development

Canadian Horizons (18<sup>th</sup> Avenue) Development Corporation as per their duly appointed signatory(s):

\_\_\_\_\_

0779998 BC Ltd. as per their duly appointed signatory(s):

1005714 BC Ltd. as per their duly appointed signatory(s):

Dec 04, 2015

Project File: 7815-0293-00 DCC FrontEnderFile:

8215-0293-00-1

Legal Description	Registered Property Owners	Civic Address	Area	Tax Roll Number
LT 1 NE SC 12 TI PL72109 PART: NE1/4 PID		16770 15 Ame		5124090016
LT 2 NE SC 12 TI PL72109 PART: NE1/4 PID		(46) \$68 St		5124010010
LT 3 NE SC 12 T1 PL72109 PART: NE1/4 PID	City of Surrey	16746 15 Ame		5124020015
	Occupier-			5124020015
LT4 NE SC 12 T1 PL72109 PART: NE1/4 PID		16737 15 Ave		51240300130
				512403001X
LT & NE SEC 12 TI PL 46910		16662 16 Ave		512407002X
LT 9 NE SEC 12 T1 PL 46910	Dhs Homes Inc	16692 16 Ave		5124080024
LT 10 NE SEC 12 T1 PL 46910		16712 16 Ave		5124090029
LT 11 NE SEC 12 TI PL 46910		16736 16 Ave		5124100023
				5124100023
LT 12 NE SEC 12 T1 PL 46910		16765 16 Ave		5124110028
LT 13 NE SEC 12 T1 PL 46910		16790 16 Ave		5124120072
LT A NE SC 12 T1 PL73905 PART.PID 006544		16759 15 Avie		5124900015
				5124900015
				5124900015
				5124900015
LT B NE SC 12 T1 PL73905 PART PID 006544		1543 168 St		512491001X
				512491001X
PCL 1 W1/2 W1/2 SE SEC 13 T1 EXP 13047		16468 20 Ave		5131000026
				5131000026
				5131000026
LT 1 SC SE13 T1 PL61541	City of Surrey	1805 165A S1		5131000075
LT 1 9C SE13 T1 PL61916		16488 20 Ave		5131000087
				5131000087
LT 1 SE SC 13 T1 PL78490 PART: SE1/4 PID		16615 18 Ave		5131000117

Page 1 of 6

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Project File: DCC FrontEnderFile:

7815-0293-00 8215-0293-00-1

.egal Description	Registered Property Owners	Civic Address	Area	Tax Roll Number
LT 1 SE SC 13 T1 PLLMP4240 Pan SE1/4.		16510 18 Ave		5131000142
LT 2 SC SE13 T1 PL61541		16515 18 Ave		5131010044
				\$131010044
LT 2 SC SE13 T1 PL62179		1915 165A St		5131010068
				5131010068
LT 2 SE SC 13 T1 PL78490 PART: SE1/4 PID		16541 18 Ave		5131010081
				5131010081
LT 2 SE SC 13 T1 PLLMP291 Part SE1/4.		16688 18 Ave		5131010093
LT 2 SE SC 13 T1 PLLMP4240 Part SE1M.		16541 16 Ave		5131010111
LT 3 SC SEI3 TI PL61541		1821 165A St		5131020049
				5131020049
LT 3 SC SE13 T1 PL62179		1881 165A.St		5131020062
LT 3 SE SC 13 T1 PL69053 PART SE PID 00		16470 18 Ave		5131020074
				5131020074
LT 4 SE SEC 13 T1 PL 5375	1011336 Bc Lad	1660/7 16 Ave		5131030023
LT 4 SC SE13 T1 PL61541		1841 165A St		5131030043
				5131030043
LT 4 SE SC 13 TI PL78490 PART: SE1/4 PID		1668/7 18 Ave		5131030067
LT 5 SE SEC 13 T1 PL 5375 9.56AC		16558 18 Ave		5131040024
				5131040024
				5131040024
				5131040024
				5131040024
				5131040024
LT 5 SC SE13 T1 PL61541		1861 165A St Unit N		5131040048
LT 5 SE SC 13 T1 PL78490 PART: SE1/4 PID		16711 18 Ave		513104005X

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Project File: 7815-0293-00 DCC FrontEnde/File:

Dec 04, 2015

8215-0293-00-1

egal Description	Registered Property Owners	Civic Address	Area	Tax Roll Number
				513104005X
T 6 SE SC 13 T1 PL78490 PART: SE1/4 PID	Xin Xing Enterprises Ltd	16739 18 Ave		5131050017
I 7 SE SC 13 T1 PL78490 PART: SE1/4 PID		16763 18 Ave		5131060011
				51310600(1
T 8 SC SE13 TI PL61541		1935 165 A St		\$131070028
				5131070028
T 8 SE SC 13 T1 PL78490 PART: SE144 PID		1837 168 St		513107003X
				513107003X
T 9 SC SE13 T1 PL61541		1955 165A St		5131080046
				5131080046
T 10 SE SEC 13 T1 PL 29066		1980-164 St		5131090027
T 10 SC SE13 T1 PL61541		16508 20 Ave		\$131090040
				5131090040
LT 11 SE SEC 13 T1 PL 29066		16450 20 Ave		5131100021
				5131100021
LT 11 SE SEC 13 T1 PL 61541 (EX EXP PL		1980 165A St		5131100045
				5131100045
LT 12 SC 5E13 T1 PL61541		16588 20 Ave		5131110026
				5131110026
LT 13 SC SE13 T1 PL61541		1960 165A St		5131120020
				5131120020
LT 14 SC 5E13 T1 PL61541		1940 165A St		5131130025
				5131130025
LT 15 SCISE 13 T1 PL61541	52	1920 165A St		513114002X
				513114002X
LT 16 SC SE13 T1 PL61541		1894 165A St		5131150048

Dec 04, 2015

Project File: 7815-0293-00 DCC FrontEnde:File:

8215-0293-00-1

Legal Description	Registered Property Owners	Civic Address	Area	Tax Roll Number
				5131150048
LT 17 SC SE13 T1 PL61541		1864 165A St		5131160042
				5131160042
LT 18 SC SE13 T1 PL61541	City of Surrey	1834 165A Si		5131170047
LT 31 SE SEC 13 T1 PL 42726		1960 164 Sr		5134300022
				5131300022
LT 32 SE SEC 13 TI PL 42726		1946 164 St		5131310027
				5131310027
				5131310027
LT 34 SE SEC 13 T1 PL 42726		1870 164 St		5131330026
LT 35 5E SEC 13 T1 PL 42726		1852 164 St		5131340020
				5131340020
LT 36 SE SEC 13 T1 PL 42726		16453 18 Ave		5131350025
LT 37 SE SEC 13 T1 PL 54810		16485 18 Ave.		513136002X
LT 38 N1/2 E1/2 SE SEC 13 T1 PL 57371		16778 20 Ave		5131370024
LT 39 N1/2 E1/2 SE SEC 13 T1 PL 57371		16756 20 Ave		5131380029
				5131380029
LT 40 N 1/2 E 1/2 SE SEC 13 T1 PL 57371		16732 20 Are		5131390023
				5131390023
LT 41 N1/2 E1/2 SE SEC 13 T1 PL 57371		16708 20 Ave		5131400028
				5131400028
LT 42 N1/2 E1/2 SE SEC 13 T1 PL 57371		16674 20 Ave		5131410022
				5131410022
LT 43 N1/2 E1/2 SE SEC 13 T1 PL 57371		16648 20 Ave		5131420027
				5131420027
LT 46 N1/2 E1/2 SE SEC 13 T1 PL 57371	10 m	1919 167 St		5131450020

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Project File: 7815-0293-00 DCC

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			the second s
			5131450020
	1942 167 51		513147002X
			513147002X
	1918 167 5(		5131480024
	1913 168 St		5131490029
			5131490029
			5131490029
			5131490029
	1945 168 St		5131500023
			5131500023
	16663 19 Ave		5131520022
			5131520022
	16651 19 Ave		5131525020
			5131525020
1004934 B C Ltd	16621 19 Ave		5131530027
	16620 20 Ave		5131543018
			5131545018
	16605 20 Ave		5131550014
			5131550014
	1909 165A St		5131555012
	1891 165A St		5131560019
			5131560019
11000	16679 16 Ave		5131900086
	16322 20 Ave		5132000022
639606 Be Ltd	1947 164 \$4		513291004X
- OC	16172 24 Ave	HO	5133020028
	1004934 B C Ltd 639606 Be Ltd	1918 167 5i 1913 168 5i 1945 168 5i 1945 168 5i 16663 19 Ave 16663 19 Ave 16620 20 Ave 16620 20 Ave 16620 20 Ave 16605 20 Ave 1909 265 20 Ave 16605 20 Ave 1909 265 20 Ave 16605 20 Ave 1909 265 20 Ave 1905	1918 167 5i 1913 168 5i 1945 168 5i 1945 168 5i 19663 19 Ave 1004934 B C Ltd 1004934

- 13 -

Project File: 7815-0293-00 DCC FrontEnde/File: 8215-0293-00-1

Dec 04, 2015

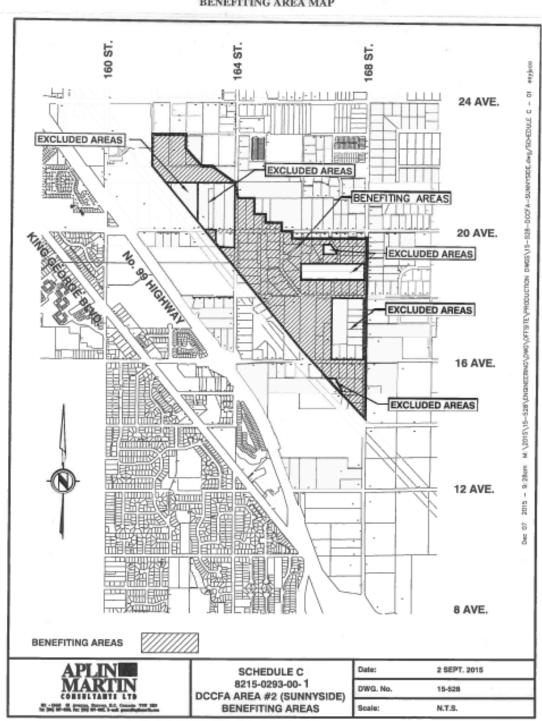
DCC FrontEnde/File: 8215-0293-0	0-1			
Legal Description	Registered Property Owners	Civic Address	Area	Tax Roll Numbe
				51,33020028
LT 6 N1/2 NW SEC 13 T1 PL 5524		16330 24 Ave		5133050021
				5133050021
N1/2 N1/2 S1/2 NW SEC 13 T1 20AC		2172 160 St		5133971060
				5133971060
				5133971060
	2			5133971060
				5133971060
				5133971060
	20 July			5133971060
LT 7 NE SEC 13 TI PL 6519 (EX 43236)	Double Dot Investment group Ltd	16543 20 Ave		5134060034
LT 39 NE SEC 13 T1 PL 43236	Perfect Chance Investments Ltd	16421 20 Ave		5134380028
LT 40 NE SEC 13 T1 PL 43236		16437 20 Ave		5134390022
LT 41 NE SEC 13 T1 PL 43236	20th Avenue Development Group Ltd	16465 20 Ave		5134400027
LT 42 NE SEC 13 TJ PL 43236	20th Avenue Development Group Ltd	16505 20 Ave		5134410021
LT & 5 NE SEC 13 TT PL 11997	Rosemary Developments Ltd	2132 164 54		5134900048
LT 3 SE SEC 13 T1 PL 5375 ((EX EXP	(none)	15653 16 Ave		
LT 1 SC 1 T2 PLBCP40888	Greater Vancouver Sewerage & Drainage District	5580 164 5i		6014000045
	(none)	15135-15199 18 Ave		
	(none)	8051-8149 16B St		
	(none)	18500-18794 20 Ave		
	(none)	13601-13849 16 Ave		
	(none)	1801-1999 165A St		
	(none)	12701-12799 15 Are		
EP\$1295	(none)	2228 162 51		

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### SCHEDULE "B"

### **DESCRIPTION OF SANITARY SEWER WORKS**

Design, construct and inspect a Sanitary Sewer Pump Station (Fergus Creek Pump Station) at 1227 - 168 Street, a sanitary sewer forcemain from 1227 - 168 Street to an existing gravity sanitary sewer located at 24 Avenue and 160 Street complete with all required appurtenances.



Portions of Sunnyside NCP Benefitting Area

BENEFITING AREA MAP

SCHEDULE "C"

### SCHEDULE "D"

## **PAYMENT SCHEDULE**

## 8215-0293-00-1 (Sunnyside NCP Sanitary Sewer DCCFA)

	Total amount of DCCs available	\$1,115,439.00			
1	Developer's Name Canadian Horizons (18th Avenue) Development		Contribution %	Cash Contribution	Maximum Owing
	Corporation		45.09%	\$502,951.45	\$502,951.45
2	0779998 BC Ltd.		45.05%	\$502,505.27	\$502,505.27
3	1005714 BC Ltd.		9.86%	\$109,982.28	\$109,982.28
		Total	100.00%	\$1,115,439.00	\$1,115,439.00

## **APPENDIX "VI"**

#### CITY OF SURREY DEVELOPMENT COST CHARGE FRONTENDING AGREEMENT

Project 8215-0293-00-3 (Sanitary Sewer)

THIS AGREEMENT dated for reference the \_\_\_\_\_ day of \_\_\_\_\_, 2016.

BETWEEN:

**CITY OF SURREY**, at 13450 – 104 Avenue, City of Surrey, British Columbia, V3T 1V8

(the "City")

#### OF THE FIRST PART

#### AND:

**0779998 BC LTD**. of #210, 8399 – 200 Street, in the City of Langley in the Province of British Columbia V2Y 3C2

**CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORTATION** of #710, 1055 West Georgia Street, in the City of Vancouver, in the Province of British Columbia V6E 3R5

**1005714 BC LTD.** of 880 Lougheed Highway, in the City of Port Coquitlam, in the Province of British Columbia V3C 0B7

**MAINLAND DEVELOPMENTS (MORGAN) LTD.** of #210, 128899 – 80 Avenue in the City of Surrey, in the Province of British Columbia V3W 0E6

**MYTOPIA INC.** of #120, 6068 No. 3 Road, in the City of Richmond, in the Province of British Columbia V6Y 4M7

(the "Developer")

#### OF THE SECOND PART

WHEREAS the real property within the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan are identified in column one entitled "Legal Description" in Schedule "A" and are illustrated in "Benefiting Area Map" in Schedule "C";

- B. **AND WHEREAS** the registered owners in fee simple of the Benefiting Area are identified in column two entitled "Registered Property Owners" (as hereinafter defined as Owners);
- C. AND WHEREAS the Works (as hereinafter defined) have been constructed;
- D. **AND WHEREAS** the Developer has undertaken the performance of its obligations required to be made pursuant to this Agreement;
- E. **AND WHEREAS** the Works are contained within the City's 10 Year Engineering Servicing Plan;
- F. **AND WHEREAS** the Developer has requested that the City advance the acquisition and construction of the Works and has agreed to contribute towards the construction of the Works for the development of the Benefiting Area;
- G. AND WHEREAS Section 937.1 of the Local Government Act, R.S.B.C. 1996, c.323 and amendments hereto (the "*Act*"), authorized Council to enter into an agreement with the Developer for the provision of the Works by the City; and
- H. AND WHEREAS Council adopted the recommendations of Corporate Report No. R237; 2010 that established the land use plan and policies to guide development and provide amenities in the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan.

**NOW THEREFORE THIS AGREEMENT WITNESSES** that in consideration of the sum of TEN (\$10.00) DOLLARS of lawful money of Canada and other good and valuable consideration now paid by each of the parties hereto, to each of the other parties hereto, the receipt whereof is hereby acknowledged, the parties hereto hereby covenant, promise and agree with each other as follows:

#### 1. **DEFINITIONS**

In this Agreement and in the recital above:

"*Act*" means the Local Government Act, R.S.B.C. 1996, c. 323, as revised, reenacted or consolidated from time to time and any successor statute;

"Agreement" means this Agreement and all schedules attached hereto;

"Benefiting Area" means the real property described in column one entitled "Legal Description" in Schedule "A";

"Capital Cost" means actual costs incurred by the City to construct the Works which costs are shown in Section 2.2 of this Agreement;

"City" means the City of Surrey;

"Completion Date" means the date construction of the Works have been completed and the one year maintenance period has commenced as determined by the City;

"Council" means the elected Council of the City;

"Developer" means collectively 0779998 BC LTD., CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORTATION, 1005714 BC LTD., MAINLAND DEVELOPMENTS (MORGAN) LTD., and MYTOPIA INC.;

"Development Cost Charge" or "DCC" means a charge imposed pursuant to the Development Cost Charge By-law;

"Development Cost Charge By-law" means Surrey Development Cost Charge By-law, 2015, No. 18397, enacted by the City under the *Act* as such By-law is amended or replaced from time to time;

"General Manager, Engineering" means the General Manager, Engineering for the City;

"Maximum Amount Owing" means the maximum amount payable by the City to the Developer for the funds received pursuant to this Agreement as specified in section 2.3;

"Owners" means each of the registered owners in fee simple of the Benefiting Area as identified in column two entitled "Registered Property Owners" in Schedule "A" attached hereto;

"Works" means Sanitary Sewer works and related appurtenances substantially as described in Schedule "B";

"Subdivision and Development By-law" means Surrey Subdivision and Development By-law, 1986, No. 8830, enacted by the City under the *Act* as such By-law is amended or replaced from time to time; and

"Term" means the period of time this Agreement is in effect as specified in Section 4.1.

#### 2. WORKS

- .1 The City is solely responsible for the design, engineering and construction of the Works and for retaining consultants and entering into any contracts required to construct the Works,
- .2 The parties acknowledge that, as of the date of this Agreement, the final Capital Cost is estimated at Eleven Million, One Hundred Thousand (\$11,100,000.00) in Canadian Dollars.

.3 The parties acknowledge that the City anticipates recovering up to Nine Hundred Seventy-Nine Thousand, Five Hundred Sixty-One (\$979,561.00) in Canadian Dollars of Sanitary DCCs within the Benefiting Area which is the "Maximum Amount Owed". Monies owed to each Frontender shall be reimbursed back to the Frontender after monies have been collected through a Servicing Agreement or Building Permit as per Surrey Subdivision and Development By-law, 1986, No. 8830, for Benfitting properties listed in Schedule "A".

### 3. **PAYMENT FOR WORKS**

- .1 The City is responsible for financing a portion of the Works and the construction of the Works as described in Corporate Report No. \_\_\_\_\_\_, dated
- .2 In consideration of the completion of the Works by the City to the satisfaction of the General Manager, Engineering without incurring any additional cost to the Developer, the City agrees to collect Sanitary DCCs from the Owners within the Benefiting Area for each subdivision or building permit in accordance with the Development Cost Charge By-law.
- .3 All parties agree that the City will pay the Sanitary DCCs collected from the Benefiting Area as per Schedule "D" of this Agreement.
- .4 Reimbursement of the Maximum Amount Owing as specified in Section 2.3 within the Benefiting Area shall be paid as follows:
  - (i) the City shall only be obligated to pay to the extent the City actually receives the Sanitary DCC component from Owners; and
  - (ii) the City shall remit the amounts actually received twice each calendar year to the Developer in the proportions as specified in Schedule "D" and the City shall have no further obligation to the Developer to make any payment pursuant to this Agreement.
- .5 The City shall pay the Developer at the address of the Developer as set forth hereinbefore or at such other address as the Developer shall provide by registered mail. If the said payments are returned to the City unclaimed by the Developer and if the City is unable to locate the Developer after all reasonable efforts, then the City shall hold all monies collected until the expiry of this Agreement. After the expiry of this Agreement, the City shall retain all such unclaimed funds forever.
- .6 In the event of the assignment or transfer of the rights of the Developer voluntarily, or by operation of law, the General Manager, Finance& Technology shall pay any benefits accruing hereunder, after notice, to such successor of the Developer as the General Manager, Finance & Technology in their judgment deems entitled to such benefits; and in the event of conflicting demands being made upon the City for

benefits accruing under this Agreement, then the City may at its option commence an action in interpleader joining any party claiming rights under this Agreement, or other parties which the City believes to be necessary or proper, and the City shall be discharged from further liability upon paying the person or persons whom any court having jurisdiction of such interpleader action shall determine, and in such action the City shall be entitled to recover its reasonable legal fees and costs, which fees and costs shall constitute a lien upon all funds accrued or accruing pursuant to this Agreement.

#### 4. **TERM**

- .1 The term of this Agreement shall commence on the Completion Date and shall expire on in fifteen years from and including the commencement date (the "Term").
- .2 The Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement.
- .3 This Agreement shall terminate prior to the expiry of the Term in the event the Developer has been paid the Maximum Amount Owing without interest.

#### 5. **INDEMNITY**

In consideration of Ten (\$10.00) Dollars and other good and valuable consideration paid by the City to the Developer (the receipt and sufficiency of which is hereby acknowledged), the Developer jointly and severally agrees to indemnify and save harmless the City, its employees, elected officials, contractors and agents against all actions, causes of action, suits, claims and demands whatsoever which may arise either directly or indirectly by reason of the City and the Developer entering into this Agreement, and including without limitation the Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement. This indemnity shall survive the expiry of the Term of this Agreement.

#### 6. CITY'S COSTS

The Developer shall pay to the City, by cash or bank draft, prior to the City executing this Agreement, a fee equivalent to \$5,743.50 which includes GST for the preparation, registration and administration of this Agreement. Additional administration costs of \$1,760.00 plus applicable taxes per Developer will be required at the time of the execution of this agreement to pay for increased administration costs associated with multiple Developers.

#### 7. **NOTICES**

.1 Any notice, demand, acceptance or request required to be given hereunder in writing shall be deemed to be given if either personally delivered or mailed by registered mail, postage prepaid (at any time other than during a general discontinuance of postal services due to a strike, lockout or otherwise) and addressed to the Developer as follows:

0779998 BC Ltd.	Mainland Developments
#210, 8399 - 200 Street	(Morgan) Ltd.
Langley, BC V2Y 3C2	#210, 12899 - 80 Avenue
	Surrey, BC V3W 0E6
Canadian Horizons (18 <sup>th</sup> Avenue)	
Development Corporation	Mytopia Inc.
#710, 1055 West Georgia Street	#120, 6068 No. 3 Road
Vancouver, BC V6E 3R5	Richmond, BC V6Y 4M7

1005714 BC Ltd. 880 Lougheed Highway Port Coquitlam, BC V3C 0B7

or such change of address as the Developer has, by written notification, forwarded to the City, and to the City as follows:

City of Surrey Engineering Department 13450 – 104 Avenue Surrey, B.C. V3T 1V8

Attention:General Manager, Engineeringc.c.City Solicitor

or such change of address as the City has, by written notification, forwarded to the Developer.

- .2 Any notice shall be deemed to have been given to and received by the party to which it is addressed:
  - (a) if delivered, on the date of delivery; or
  - (b) if mailed, then on the fifth (5th) day after the mailing thereof.

#### 8. ASSIGNMENT

The Developer shall not assign or transfer its interest in this Agreement without the prior written consent of the City, which consent shall not be unreasonably withheld.

#### 9. ENTIRE AGREEMENT

This Agreement constitutes the entire agreement between the parties hereto with respect to the subject matter hereof and supersedes any prior agreements, undertakings, declarations or representations, written or verbal, in respect thereof. It is hereby agreed between the parties hereto that this Agreement shall be enforceable by and against the parties, and their successors and assigns.

#### 10. LAWS OF BRITISH COLUMBIA

This Agreement shall be interpreted under and is governed by the applicable laws of Canada and the Province of British Columbia.

#### 11. SCHEDULES

The Schedules attached hereto, which form part of this Agreement, are as follows:

- .1 Schedule "A" Legal Description and Registered Property Owners
- .2 Schedule "B" Description of Sanitary Sewer Works
- .3 Schedule "C" Benefiting Area Map
- .4 Schedule "D" Payment Schedule

#### 12. CONFLICT

In the event of any conflict or inconsistency between Schedules "A" and "C", Schedule "A" shall supersede Schedule "C".

IN WITNESS WHEREOF this Agreement has been executed as of the day and year first above written.

**CITY OF SURREY** by its authorized signatory

General Manager, Engineering by his Authorized Designate, Sam Lau, P.Eng. Manager, Land Development

**0779998 BC Ltd**. as per their duly appointed signatory(s):

**Canadian Horizons (18<sup>th</sup> Avenue) Development Corporation** as per their duly appointed signatory(s):

**1005714 BC Ltd.** as per their duly appointed signatory(s):

# Mainland Developments (Morgan) Ltd. as per their duly appointed

\_\_\_\_\_

\_\_\_\_\_

signatory(s):

**Mytopia Inc.** as per their duly appointed signatory(s):

#### December 04, 2015

#### City of Surrey Schedule "A" Legal Description and Registered Owners

Project File:	7815-0293-00
DCC Frontender File:	8215-0293-00-3

Legal Description	Registered Owners	Civic Address	Parcel Identifier	Tax Roll Number
NE SC 12 T1 PL56750 LOT: REM 14 PART: NE	Myropia Inc	16723 15 Ave	004-435-826	5124130015
LT 1 1 SE SEC 13 TI PL 17691		1785 168 Si	010-315-535 010-315-535	513100004X 513100004X
LT 1 SE SC 13 T1 PLLMP839 Part SE1/4.		16691 16 Ave	017-415-454	5131000130
LT 2 SE SC 13 T1 PLLMP839 Pari SE1/4.		16715 16 Ave	017-415-462 017-415-462	513101010X 513101010X
LT 3 SE SC 13 T1 PLLMPR39 Part SE1/4.		16733 16 Ave	017-415-471 017-415-471	5131020098 5131020098
LT 16 SE SEC 13 T1 PL 31718		1643 168 St	006-668-127 006-668-127 006-668-127	5131150024 5131150024 5131150024
LT 17 SE SEC 13 TI PL 31718		16755 16 Ave	006-668-151	5131160029
LT 18 SE SBC 13 T1 PL 31718	Canadian Heritens (18th Avenue) Land Corp	1671 168 Si	000-680-664	5131170023
LT 19 SE SEC 13 T) PL 31718	Canadian Horizons (18th Avenue) Land Corp	1681 168 St	005-668-208	5131180028
LT 21 SE SEC 13 T1 PL 37039		1753 168 St	005-547-326	5131300027
LT 22 SE SEC 13 T1 PL 37039		1733-168 St	007-765-322	5131210021
LT 23 SE SEC 13 T1 PL 37039	Canadian Horizons (18th Avenue) Land Corp	1707 168 St	008-373-540	5131220026
LT 47 N1/2 E1/2 SE SEC 13 T1 PL 57371	1031665 Bc Lid	1949 167 51	005-577-845	5131460025
N166'A \$1/2 SE SEC 13 T1 REF 8410	1010215 B C Ltd	1889-168-56	013-193-864	5131900025

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#### December 04, 2015

#### City of Surrey Schedule "A" Legal Description and Registered Owners

Project File:	7815-0293-00		
DCC Frontender File:	8215-0293-00-3		

Legal Description	Registered Owners	Civic Address	Parcel Identifier	Tax Roll Number
PCL A E1/2 SE SEC 13 T1 REF 8410	1005667 Bc Ltd	1869 168 Si	013-193-937	5131900049
LT 31 SW SEC 13 T1 PL 33307		16344 20 Ave	006-853-331 006-853-331	5132300029 5132300029
LT 32 SW SEC 13 T1 PL 33307		16370 20 Ave	006-853-358	5132310023
LT I NW SC 13 TI PL72380 PART: NW1/4 PID	Mainland Developments(Morgan Place) Ltd	16203 20 Ave	004-607-007	5133000017
LT 1 \$1/2 NW SEC 13 T1 PL 7270	0779998 Bc Ltd	16367 20 Ave	011-106-883	5133000042
LT 2 S1/2 NW SEC 13 T1 PL 7270	0779998 Bc Lud	16355 20 Ave	011-106-891	5133010047
LT 3 S1/2 NW SEC 13 T1 PL 7270	(1779998 Bc Lad	16321 20 Ave	011-106-905	5133020041
LT 4 S1/2 NW SEC 13 T1 PL 7270(SEE 0513-	0779998 Bc Lid	16301 20 Ave	011-106-913	5133030046
LT 14 SC NW13 T1 PL61696	Mainland Development Holdings Lid	16273 20 Ave	000-598-810	5133130028

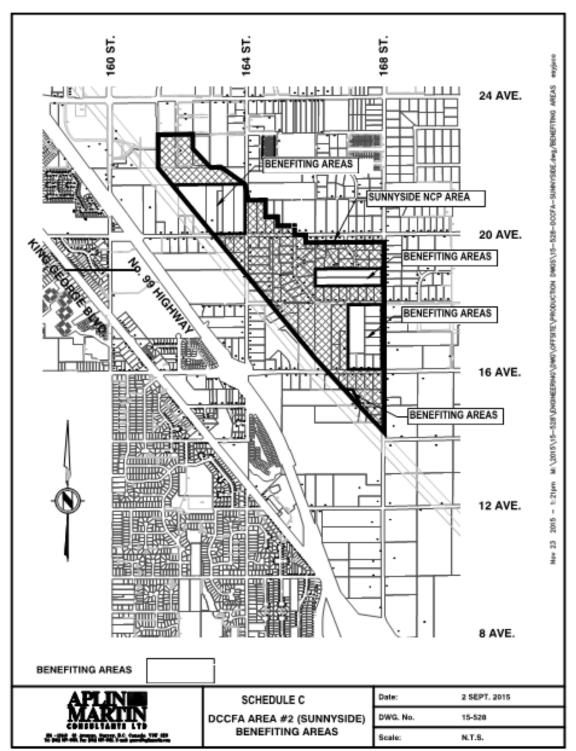
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#### SCHEDULE "B"

### **DESCRIPTION OF SANITARY SEWER WORKS**

Design, construct and inspect a Sanitary Sewer Pump Station (Fergus Creek Pump Station) at 1227 - 168 Street, a sanitary sewer forcemain from 1227 - 168 Street to an existing gravity sanitary sewer located at 24 Avenue and 160 Street complete with all required appurtenances.



SCHEDULE "C" BENEFITING AREA MAP

Portions of Sunnyside NCP Benefitting Area

### SCHEDULE "D"

#### Maximum Amount "Owed"

## 8215-0293-00-3 (Sunnyside NCP Sanitary Sewer DCCFA)

Total amount of DCCs available

\$979,561.00

	Developer's Name		Contribution %	Cash Contribution	Maximum Owing
1	0779998 BC Ltd.		49.81%	\$487,919.33	\$487,919.33
2	Canadian Horizons (18th Avenue)				
	Development Corporation		27.67%	\$271,044.53	\$271,044.53
3	1005714 BC Ltd.		10.71%	\$104,910.98	\$104,910.98
4	Mainland Developments (Morgan) Ltd.		10.68%	\$104,617.11	\$104,617.11
5	Mytopia Inc.		1.13%	\$11,069.05	\$11,069.05
		Гotal	100.00%	\$979,561.00	\$979,561.00

## **APPENDIX "VII"**

#### CITY OF SURREY

#### BY-LAW NO. 18619

A by-law to enter into a development works agreement to authorize the acquisition of appliances, equipment, materials, real property, easements and rights-of-way required to construct works as identified in the development works agreement to service properties within portions of the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan and Highway 99 Corridor Local Area Plan; to define the benefiting real property and to establish that the cost of the works shall be borne by the owners of real property within such defined area.

- WHEREAS Council may by by-law pursuant to Section 937.1 of the Local Government Act,
   R.S.B.C. 1996, c. 323, as amended (the "Local Government Act") enter into a development
   works agreement to provide, construct, alter, or expand works by the City or by the
   developer and the cost of constructing the works shall be recovered in part or in whole
   from the owners of real property in the area subject to the agreement;
- B. AND WHEREAS Council has been petitioned to construct works to serve a portion of the Sunnyside Heights (Grandview Heights Area #2) and the Highway 99 Corridor Local Area Plan\_pursuant to Section 937.1(4)(c) of the Local Government Act;
- C. AND WHEREAS the City Clerk has certified that the petition is sufficient;
- D. AND WHEREAS it is deemed expedient to grant the prayers of the petitioners in the manner hereinafter provided and proceed with the construction of the works.

NOW THEREFORE, the City Council of the City of Surrey ("the City"), in open meeting assembled, ENACTS AS FOLLOWS:

- This By-law shall be cited for all purposes as "Development Works Agreement Sunnyside Heights (Grandview Heights Area #2) and the Highway 99 Corridor Local Area Plan By-law, 2016, No. 18619".
- The City Council is hereby authorized to enter into that certain development works agreement attached as Schedule "1" to this By-law (the "Development Works Agreement").
- 3. The Mayor and the City Clerk are authorized on behalf of the Council to sign and seal the Development Works Agreement.
- 4. Schedule "1" forms a part of this By-law.
- 5. The Specified Charge, as defined in the Development Works Agreement, payable by the Owners at a maximum amount owed as specified on Schedule "D" of the Development Works Agreement.

 PASSED FIRST READING on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_.

 PASSED SECOND READING on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_.

 PASSED THIRD READING on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_.

PASSED THREE READINGS on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_.

RECONSIDERED AND FINALLY ADOPTED, signed by the Mayor and Clerk, and sealed with the Corporate Seal on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_.

\_\_\_\_\_MAYOR

\_\_\_\_\_CLERK

## **SCHEDULE "1"**

#### CITY OF SURREY DEVELOPMENT WORKS AGREEMENT

Project 8515-0293-00-1 (Sanitary Sewer)

THIS AGREEMENT dated for reference the \_\_\_\_\_ day of \_\_\_\_\_, 2016.

**BETWEEN**:

**CITY OF SURREY**, a municipal corporation under the *Local Government Act* of the Province of British Columbia and having its offices at 13450 – 104<sup>th</sup> Avenue, City of Surrey, Province of British Columbia, V3T 1V8

(the "City")

#### OF THE FIRST PART

#### AND:

**0779998 BC LTD.** of #210, 8399 – 200 Street, in the City of Langley in the Province of British Columbia V2Y 3C2

**CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORTATION** of #710, 1055 West Georgia Street, in the City of Vancouver, in the Province of British Columbia V6E 3R5

**SOUTH SURREY BUSINESS CENTRE INC.** of #407, 2626 Croydon Drive, in the City of Surrey, in the Province of British Columbia, V3Z 0S8

**1005714 BC LTD.** of 880 Lougheed Highway, in the City of Port Coquitlam, in the Province of British Columbia V3C 0B7

**PCI DEVELOPMENTS CORPORATION** of #1700, 1030 West Georgia Street, in the City of Vancouver, in the Province of British Columbia V6E 2Y3

(collectively the "Developer")

#### OF THE SECOND PART

WHEREAS the real property within the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan and the Highway 99 Corridor Local Area Plan are identified in column one entitled "Legal Description" in Schedule "A" and are illustrated in "Benefiting Area Map" in Schedule "C";

- B. **AND WHEREAS** the registered owners in fee simple of the Benefiting Area are identified in column two entitled "Registered Property Owners" (as hereinafter defined as Owners);
- C. **AND WHEREAS** the Works are contained within the City's 10 Year Engineering Servicing Plan;
- D. **AND WHEREAS** the Developer has requested that the City advance the acquisition and construction of the Works and has agreed to contribute towards the construction of the Works for the development of the Benefiting Area;
- E. AND WHEREAS Section 937.1 of the *Local Government Act*, R.S.B.C. 1996, c. 323 and amendments thereto (the "*Act*") authorized Council to enter into an agreement with a Developer for the provision of the Works to be constructed by the City; and
- F. **AND WHEREAS** Council introduced the Development Works Agreement (Sanitary) for the Sunnyside Heights (Grandview Heights Area #2) Neighbourhood Concept Plan and Highway 99 Corridor Local Area Plan Bylaw, 2016, No.18619 ; authorizing the parties to enter into this agreement pursuant to Section 937.1 of the *Act*, providing for the provision of the Works constructed by the City.

**NOW THEREFORE THIS AGREEMENT WITNESSES** that in consideration of the sum of TEN (\$10.00) DOLLARS of lawful money of Canada and other good and valuable consideration now paid by each of the parties hereto, to each of the other parties hereto, the receipt whereof is hereby acknowledged, the parties hereto hereby covenant, promise and agree with each other as follows:

#### 1. **DEFINITIONS**

In this Agreement and in the recital above:

"*Act*" means the *Local Government Act*, R.S.B.C. 1996, c. 323, as revised, re-enacted or consolidated from time to time and any successor statute.

"Agreement" means this Agreement and all Schedules attached hereto.

"Benefiting Area" means the real property described in column two entitled "Legal Description" in Schedule "A."

"Capital Cost" means actual costs to construct the Works which are shown in Section 2.2 of this Agreement;

"City" means the City of Surrey;

"Completion Date" means the date the Works has been completed and commenced a one maintenance period;

"Council" means the elected Council of the City.

"Developer" means collectively 0779998 BC LTD., CANADIAN HORIZONS (18<sup>TH</sup> AVENUE) DEVELOPMENT CORPORATION, SOUTH SURREY BUSINESS CENTRE INC., 1005714 BC LTD. and PCI DEVELOPMENTS CORPORATION;

"Development Cost Charge" means a charge imposed pursuant to the Development Cost Charge By-law.

"Development Cost Charge By-law" means Surrey Development Cost Charge By-law, 2015, No. 18397, enacted by the City under the *Act* as such By-law is amended or replaced from time to time;

"Development Works By-Law" means the bylaw specified in Recital H;

"General Manager" means the General Manager, Engineering for the City;

"Owners" means each of the registered owners in fee simple of the Benefiting Area as identified in column two entitled "Registered Property Owner" in Schedule "A" attached hereto;

"Works" means Sanitary Sewer works and related appurtenances as described in Schedule "B."

"Specified Charge" means a debt payable to the City in the maximum amount of Fifteen Thousand, Nine Hundred Fifty-Four, decimal Seventy-Five (\$15,954.75) Canadian Dollars for each hectare of land or portion thereof to be developed as approved by the City, including, but not limited to the Development Works Bylaw.

"Subdivision and Development By-law" means Surrey Subdivision and Development By-law, 1986, No. 8830, enacted by the City under the *Act* as such By-law is amended or replaced from time to time.

"Term" means the period of time this Agreement is in effect as specified in Section 4.1.

#### 2. WORKS

- .1 The City shall be solely responsible for the design, engineering and construction of the Works and for retaining consultants and entering into any contracts required to construct the Works.
- .2 The parties acknowledge that, as of the date of this Agreement, the Capital Cost is estimated at Eleven Million, One Hundred Thousand (\$11,100,000.00) in Canadian Dollars, including applicable taxes.

- .3 The City agrees to facilitate the design, engineering and construction of the Works through the provision of funds as set out in this Agreement.
- .4 The City is responsible for financing of a portion of the Works and construction of the Works as identified in Corporate Report No.R018, 2015.

# 3. **PAYMENT FOR WORKS**

- .1 Each of the Owners shall pay the Specified Charge to the City on or before the date when the Development Cost Charges pursuant to the Development Cost Charge By-law are payable.
- .2 For greater certainty, all the land will be included in the Specified Charge calculation unless the General Manager, Engineering agrees in writing that a portion the land is not able to be developed due to agricultural land designation, topographic reasons or environmental sensitivity.
- .3 The Specified Charge shall be pro-rated for any portion of land not equal to one (1.0) hectare.
- .4 All parties agree that the City shall distribute the Specified Charge collected within the Benefitting Area pay to the Developer as per Schedule D and 3.7 of this of this Agreement.
- .5 Until the Specified Charge is paid, Council, an Approving Officer, a building inspector or other municipal authority is not obligated to:
  - (i) approve a subdivision plan, strata plan, building permit, development permit, development variance permit or zoning by-law necessary for the development of real property of the Owners within the Benefiting Area; or
  - (ii) do any other thing necessary for the development of real property of the Owners in the Benefiting Area.
- .6 In consideration of the completion of the Works by the City, to the satisfaction of the General Manager, the City agrees to collect from the Owners within the Benefiting Area for the cost of construction thereof, the Specified Charge.
- .7 The City shall remit the amounts actually received twice each calendar year to the Developer and the City shall have no further obligation to the Developer to make any payment pursuant to this Agreement for the sums collected from the Owners of the Benefiting Area at the address of the Developer as set forth hereinbefore or at such other address as the Developer shall provide by registered mail. If the said payments are returned to the City unclaimed by the Developer and if the City is unable to locate the Developer after all reasonable efforts, then the City shall hold all monies collected until the expiry of this Agreement. After

the expiry of this Agreement, all such unclaimed funds shall be retained forever by the City.

.8 In the event of the assignment or transfer of the rights of the Developer voluntarily, or by operation of law, the City shall pay any benefits accruing hereunder, after notice, to such successor of the Developer as the City, in their judgment deems entitled to such benefits; and in the event of conflicting demands being made upon the City for benefits accruing under this Agreement, then the City may at its option commence an action in interpleader joining any party claiming rights under this Agreement, or other parties which the City believes to be necessary or proper, and the City shall be discharged from further liability upon paying the person or persons whom any court having jurisdiction of such interpleader action shall determine, and in such action the City shall be entitled to recover its reasonable legal fees and costs, which fees and costs shall constitute a lien upon all funds accrued or accruing pursuant to this Agreement.

# 4. **TERM**

- .1 The term of this Agreement Agreement shall commence on the Completion Date and shall expire on in fifteen years from and including the commencement date (the "Term").
- .2 The Developer agrees that if insufficient funds are paid by the Owners of the Benefiting Area within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement.
- .3 This Agreement shall terminate prior to the expiry of the Term in the event the Developer has been paid the Maximum Amount Owing and interest (if any) as specified herein.

# 5. **INDEMNITY**

In consideration of Ten (\$10.00) Dollars and other good and valuable consideration paid by the City to the Developer (the receipt and sufficiency of which is hereby acknowledged), the Developer jointly and severally agrees to indemnify and save harmless the City, its employees, elected officials, contractors and agents against all actions, causes of action, suits, claims and demands whatsoever which may arise either directly or indirectly by reason of the City and the Developer entering into this Agreement, and including without limitation the Developer agrees that if insufficient funds are paid by the Owners within the Term of this Agreement, that it is at its risk and at the expiry of the Term no further monies are payable to the Developer pursuant to this Agreement. This indemnity shall survive the expiry of the Term of this Agreement.

# 6. CITY'S COSTS

The Developer shall pay to the City, by cash or bank draft, prior to the City executing this Agreement, a fee equivalent to \$5,743.50 which includes GST. The City acknowledges the receipt of payment by Receipt No. 607323 paid to the City on August 31, 2015 for the preparation, registration and administration of this Agreement. Additional administration costs of \$1,760.00 plus applicable taxes per Developer will be required at the time of the execution of this agreement to pay for increased administration costs associated with multiple Developers.

# 7. **NOTICES**

.1 Any notice, demand, acceptance or request required to be given hereunder in writing shall be deemed to be given if either personally delivered or mailed by registered mail, postage prepaid (at any time other than during a general discontinuance of postal services due to a strike, lockout or otherwise) and addressed to the Developer as follows:

Canadian Horizons (18<sup>th</sup> Avenue) Development Corporation #710, 1055 West Georgia Street Vancouver, BC V6 3R5

0779998 BC Ltd. #210, 8399 - 200 Street Langley, BC V2Y 3C2 1005714 BC Ltd. 880 Lougheed Highway Port Coquitlam, BC V3C 0B7

PCI Developments Corporation #1700, 1030 West Georgia Street Vancouver, BC V6E 2Y3

South Surrey Business Centre Inc. #407, 2626 Croydon Drive Surrey, BC V3Z 0S8

of such change of address as the Developer has, by written notification, forwarded to the City, and to the City as follows:

CITY OF SURREY Engineering Department 13450 – 104 Avenue Surrey, B.C. V3T 1V8

Attention:General Manager, Engineeringc.c.City Solicitor

or such change of address as the City has, by written notification, forwarded to the Developer.

- .2 Any notice shall be deemed to have been given to and received by the party to which it is addressed:
  - (i) if delivered, on the date of delivery; or
  - (ii) if mailed, then on the fifth (5th) day after the mailing thereof.

### 8. **ASSIGNMENT**

The Developer shall not assign or transfer its interest in this Agreement without the prior written consent of the City, which consent shall not be unreasonably withheld.

## 9. ENTIRE AGREEMENT

This Agreement constitutes the entire agreement between the parties hereto with respect to the subject matter hereof and supersedes any prior agreements, undertakings, declarations or representations, written or verbal, in respect thereof. It is hereby agreed between the parties hereto that this Agreement shall be enforceable by and against the parties, and their successors and assigns.

## 10. LAWS OF BRITISH COLUMBIA

This Agreement shall be interpreted under and is governed by the applicable laws of Canada and the Province of British Columbia.

### 11. SCHEDULES

The Schedules attached hereto, which form part of this Agreement, are as follows:

- (a) Schedule "A" Owners and Benefiting Area
- (b) Schedule "B" Works
- (c) Schedule "C" Benefiting Map
- (d) Schedule "D" Payment Schedule

### 12. CONFLICT

In the event of any conflict or inconsistency between Schedules "A" and "C", Schedule "A" shall supersede Schedule "C".

**IN WITNESS WHEREOF** this Agreement has been executed as of the day and year first above written.

## CITY OF SURREY

by its authorized signatories

Mayor

City Clerk

**Canadian Horizons (18<sup>th</sup> Avenue) Development Corporation** as per their duly appointed signatory(s):

**1005714 BC Ltd.** as per their duly appointed signatory(s):

# 0779998 BC Ltd.

as per their duly appointed signatory(s):

**PCI Developments Corporation** as per their duly appointed

signatory(s):

# South Surrey Business Centre Inc.

as per their duly appointed signatory(s):

### The City of Surrey Schedule A Lands Within Benefitting Area Affected by DWA Agreement

Project File: 7815-0293-00 DWA File: 8515-0293-00-1

Dec 10, 2015

Legal Description	Registered Property Owners	Civic Address	Area	Tax Roll Numbe
LT 3 SE SEC 12 T1 PL 7213 (5 165.8)		1005 168 St	.9635	5121020089
				5121020089
1/2 3 N1/2 E1/2 SE SEC 12 T1PL 7213 (EX		1045 368 St	.9645	5121020107
				5121020107
N1/2 3 N1/2 E1/2 SE SEC 12 T1 PL 7213	0834359 Bc Ltd	1083 168 51	1.9282	5121020120
4331.74 N1/2 E1/2 SE SEC 12 T1 PL 7213	0854559 Be Ltd	1068 No 99 Hwy	1,4138	512103006X
7 4 N1/2 E1/2 SE SEC 12 T1 PL 7213 (E	Crown Provincial	1022 No 99 Hwy	1.0312	51210300B3
	Baywest Property Management Services Ltd			5121030083
				5121030083
T 13 SE SEC 12 T1 PL 26780	0854559 Bc Ltd	1109 168 St	2,9163	5121120023
T 14 SE SEC 12 T1 PL 26780	0854559 Bc Ltd	1177 168 St	2,7449	\$121130028
TA 1&2 SE SEC 12 T1 PL 12449(EX 25810)	0933554 Bc Ltd	941 168 St	2.3917	5121900065
T B 1&2 SE SEC 12 T1 PL 12449 (PL 25810		91916851	1.7693	512191006X
FF LT 6 SE SW SEC 12 T1 PL 25810	Crown Provincial	16584 12 Ave	0	5121950056
CL GG 1 SE SEC 12 T1 PL 25810		16620 12 Ave	.387	512195105X
PCL HH A SE SEC 12 T1 PL 25810	Crown Provincial	942 No 99 Hwy	.7171	5121952053
	Baywest Property Management Services Lul			5121952053
				5121952053
T I NESC 12 TI PL72109 PART: NEI/4 PID		16770 15 Ave	.4048	5124000016
T 2 NE SC 12 T1 PL72109 PART: NE1/4 PID		1461 168 Si	.4047	5124010010
T 3 NE SEC 12 T1 PL 30260		16589 12 Ave	.2025	5124020027
T 4 NE SC 12 T1 PL72109 PART: NE1/4 PID		16737 15 Ave	.4056	512403001X
				512403001X
LT 4 NE SEC 12 T1 PL 43880	South Surrey Businesscentre Inc	16510 16 Ave	.4865	5124030021
LT 5 NE SEC 12 TT PL 43880	Mytopia Inc	16530 16 Ave	.4863	5124040026
LT 6 NE SEC 12 T1 PL 43880		16580 16 Ave	.4183	5124050020

Page 1 of 10

### Nov 02, 2015 Nov 02, 2015 Lands Within Benefitting Area Affected by DWA Agreement

Project File:	7815-0293-00
DWA File:	8515-0293-00-1

Legal Description	Registered Property Owners	Civic Address	Area	Tax Roll Numbe
T 7 NE SEC 12 TJ PL 46910	Mytopia Inc	16616 16 Ave	.1412	5124060025
T 8 NE SEC 12 T1 PL 46910		16662 16 Avu	.7915	512407002X
T 9 NE SEC 12 T1 PL 46910	Dhs Homes Inc	16692 16 Ave	.4695	5124090024
T 10 NE SEC 12 T1 PL 46910		16712 16 Ave	.4694	5124090029
LT 11 NE SEC 12 T1 PL 46910		16736 16 Ave	.4694	5124100023
1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.				5124100023
T 12 NE SEC 12 T1 PL 46910		16766 16 Ave	.4694	5124110028
JT 13 NE SEC 12 T1 PL 46910		16790 16 Ave	4692	5124120022
NE SC 12 T1 PL56750 LOT: REM 14 PART: NE	Mytopia Inc	16725.15 Ave	1.6145	5124130015
LT 18 NE SC 12 T1 PL67817 PART NE PID 0	South Surrey Businesscentre Inc.	16450 16 Ava	2.2551	5124170013
T A NE SC 12 T1 PL73905 PART:PID 006544		16759 15 Ave	.4058	5124900015
				5124900015
				5124900015
				5124900015
LT B NE SC 12 T1 PL73905 PART PID 006544		1543 168.\$1	.4534	512491001X
				512491001X
LT B NE SEC 12 T1 PL 15235 4.91AC		16631 12 Ave	.6996	5124910021
PCL EE A NE SEC 12 T1 PL 25810	Crown Provincial	1270 No 99 Hwy		5124940050
PCL 1 W1/2 W1/2 SE SEC 13 T1 EXP 13047		16468 20 Ave		5131000026
				5131000026
				5131000026
LT 1 1 SE SEC 13 T1 PL 17691		1785 168 St	.7127	\$13100004X
100 A	The state			51310000iX
LT 1 SC 5E13 T1 PL61916		16488 20 Ave	.4299	5131000087
DE LOS TRA				5131000067
LT 1 SE SC 13 T1 PL69053 PART SE PID 00	0752875 Bc Ltd	16505 16 Ave	.3719	\$131000105

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Page 2 of 10

### The City of Surrey Schedule A Lands Within Benefitting Area Affected by DWA Agreement

Project File: 7815-0293-00 DWA File: 8515-0293-00-1

Nov 02, 2015

egal Description	Registered Property Owners	Civic Address	Area	Tax Roll Numbe
T I SE SC 13 TI PL78490 PART: SE1/4 PID		16615 18 Ave		5131000117
T 1 SE SC 13 TT PLLMP291 Part SEIM.		10653 16 Ave	.7236	5131000129
T 1 SE SC 13 T1 PLLMP839 Part SEIM.		16691 16 Ave	2.8213	5131000130
T I SE SC 13 TI PLLMP4240 Part SE1/4.		16510 18 Ave	.9879	5131000142
T 2 SC SEI 3 T1 PL61541		16515 18 Ave	.4207	513(010044
				5131010044
T 2 SC SEI 3 T1 PL62179		1915 165A St.	.4044	5131010068
1999 (1999) (1993) - 1992 (1993)				5131010068
T 2 SE SC 13 T1 PL69053 PART SE PID 00		16487 16 Ave	.4255	\$13101007X
				513101007X
T 2 SE SC 13 TI PL78490 PART: SEI/4 PID		16641 18 Ave	4094	5131010081
				5131010081
T 2 SE SC 13 T1 PLLMP291 Part SE1/4.		16683 18 Ave	1.9185	5131010093
T 2 SE SC 13 TI PLLMP839 Part SE1/4		16715 16 Ave	.4609	513101010X
				513101010X
LT 2 SE SC 13 T1 PLLMP4240 Pwn 5E1/4.	Killareey Estates Ltd	16541 16 Ave	4.6149	5131010111
LT 3 SC SE13 T1 PL61541		1821 165A Sr	.4115	5131020049
				5131020049
LT 3 SC SE13 T1 PL62179		1881-165A St	.4047	5131020062
LT 3 SE SC 13 T1 PL69053 PART 5E PID 00		16470 18 Ave	4016	5131020074
				5131020074
LT 3 SE SC 13 T1 PL78490 PART: SEL4 PID		16635-18 Ave	.4186	5131020086
LT 3 SE SC 13 TI PLLMP839 Pen SEL44.	01.02	16733 16 Ave	4509	5131020098
				5131020098
LT 4 SE SEC 13 T1 PL 5375	1011336 Be Lad	16607 16 Ave	3.8675	51310300230
LT 4 SC SE13 T1 PL61541	120100000000000000000000000000000000000	1841 165A St	.4123	5131030043

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Nov 02, 2015		The City of Surrey Schedule A
		Lands Within Benefitting Area Affected by DWA Agreement
Project File:	7815-0293-00	
DWA Filet	8515-0293-00-1	

Project File:	7815-0293-00	
DWA File:	8515-0293-00-1	

Legal Description	Registered Property Owners	Civic Address	Area	Tax Roll Numbe
				5131030043
LT.4 SE SC 13 T1 PL78490 PART: SE1/4 PID		16687 18 Anic	.4095	\$131030067
IT 5 SE SEC 13 T1 PL 5375 9.56AC		16558 18 Avo	3.8658	5131040024
				5131040024
				5131040024
				5131040024
				\$131040024
				\$131040024
LT 5 SC SE13 T1 PL61541		1861 165A St Unit N	.412	5131040048
LT 5 SE SC 13 T1 PL78490 PART: SE1/4 PID		16711 18 Ave	.4405	513104005X
				513104005X
LT 6 SE SC 13 T1 PL78490 PART: SE1/4 PID	Xin Xing Enterprises Ltd	16739 18 Ave	.4405	5131050017
LT 7 SE SC 13 T1 PL78490 PART: SE1/4 PID		16763 18 Ave	.4097	\$131060011
20042 NO2 00 10 42210 H 2508 42 1984 10 1984				5131060011
LT # SC 5E13 T1 PL61541		1935 165A St.	.4047	5131070028
				5131070028
				5131070028
LT 8 SE SC 13 TI PL78490 PARTI SE1/4 PID		1837 168 St	.413	\$13107003X
Description des carriers des carriers and des carriers				513107003X
LT 9 SC SE13 T1 PL61541		1955 165A St	.4046	5131080046
1115				5131080046
LT 10 SE SEC 13 T1 PL 29066		1980 164 St	.404	5131090027
LT 10 SC SE13 TT PL61541		16508 20 Ave	4045	5131090040
hat I W				5131090040
LT.11 SE SEC 13 T1 PL 29066		16460 20 Ave	.404	5131100021
	· · · · · · · · · · · · · · · · · · ·			5131100021

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### The City of Surrey Schedule A Lands Within Benefitting Area Affected by DWA Agreement

Project File:	7815-0293-00	
DWA File:	8515-0293-00-1	

Nov 02, 2015

Legal Description	Registered Property Owners	Civic Address	Area	Tax Roll Numbe
LT II SE SEC 13 TI PL 61541 (EX EXP P	L	1980 165A St	.4081	5131100045
				5131100045
LT 12 SC SE13 T1 PL61541		16588 20 Ave	.4046	\$131110026
				5131110026
LT 13 SC 5E13 T1 PL61541		1960 165A St	.4052	5131120020
				5131120020
LT 14 SC SE13 T1 PL61541		1940-165A St	.4044	5131130025
				5131130025
LT 15 SC SE13 T1 PL61541		1920 165A St	.4371	\$13114002X
				513114002X
LT 16 SE SEC 13 T1 PL 31718		1643 168 Si	.4421	\$131150024
				5131150024
				5131150024
LT 16 SC SE13 T1 PL61541		1894 165A St	.4504	5131150048
				513115004B
LT 17 SE SEC 13 T1 PL 31718		16755 16 Ave	.4429	5131160029
LT 17 SC SE13 T1 PL61541		1864 165A Ni	.4486	5131160042
				5131160042
LT 18 SE SEC 13 T1 PL 31718	Canadian Horizons (18th Avenue) Land Corp	1671 168 51	.5229	\$131170023
LT 19 SE SEC 13 T1 PL 31718	Casadian Horizons (18th Avenue) Land Corp.	1681 168 St	.5037	5131180028
LT 20 SE 5EC 13 T1 PL 31887		1626 164 St	.4047	\$131190022
				\$131190022
LT 21 SE SEC 13 T1 PL 37039		1753 168 51	.4042	\$131200027
LT 22 SE SEC 13 T1 PL 37039		1733 168 51	.4042	5131210021
LT 23 SE SEC 13 T1 PL 37039	Casadian Horizons (18th Avenue) Land Corp	1707 168 St	,404.3	5131220026
LT 24 SE SEC 13 T1 PL 38148		1770 164 St	.4607	5131230020

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### Nov 02, 2015 The City of Surrey Schedule A Lands Within Benefitting Area Affected by DWA Agreement

Project File:	7815-0293-00
DWA File:	8515-0293-00-1
* 11.11 * # 11.11 * 14	

ress Area	Tax Roll Number
.4606	5131240025
	5131240025
.4604	513125002X
.4604	5131260024
	5131260024
,4603	5131270029
	5131270029
,4602	5131280023
.4511	\$131290028
	5131290028
.6237	5131300022
	5131300022
.6237	5131310027
	5131310027
	5131310027
.6726	5131320021
	5131320021
.7248	5131330026
.7245	5131340020
	5131340020
.9672	5131350025
.4039	513136002X
.4222	5131370024
.4221	5131380029
	5131380029
.4221	5131390023

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Nov 02, 2015	The City of Surrey
	Schedule A
	Lands Within Benefitting Area Affected by DWA Agreement

Project File: 7815-0293-0 DWA File: 8515-0293-0				
.egal Description	Registered Property Owners	Civic Address	Aréa	Tax Roll Number
				5131390023
T 41 N1/2 E1/2 SE SEC 13 T1 PL 57371		16708 20 Ave.	.4117	\$131400028
				5131400028
LT 42 N1/2 E1/2 SE SEC 13 T1 PL 57371		16674 20 Ave	.410-4	5131410022
				5131410022
LT 43 N1/2 E1/2 SE SEC 13 T1 PL 57371		16648 20 Ave	4052	5131420027
				5131420027
LT 46 N1/2 E1/2 SE SEC 13 T1 PL 57371		1919 167 St	,437H	\$131450020
				\$131450020
LT 47 N1/2 E1/2 SE SEC 13 T1 PL 57371	1031665 Bc Ltd	1949 167 51	.4045	\$131460025
LT 48 N1/2 E1/2 SE SEC 13 T1 PL 57371		1942 167 St	.4638	513147002X
				513147002X
LT 49 N1/2 E1/2 SE SEC 13 T1 PL 57371		1918-167-5k	-4058	5131480024
LT 50 N1/2 E1/2 SE SEC 13 TT PL 57371		1913 168 St	4048	5131490029
				\$131490029
				5131490029
				5131,490029
LT 51 N1/2 E1/2 SE SEC 13 T1 PL 57371		1945 168 St	.4097	\$131500023
				5131500023
LT 55 SC SE13 T1 PL58054		16663 19 Ave	.4254	\$131520022
				5131520022
LT 56 SC SE13 T1 PL58054		16651 19 Ave	.4214	5131525020
Contract Soldier, Constrained, Constrained, Constrained, State				5131525020
LE 57 SC SE13 T1 PL58054	1004934 B C Ltd	16621 19 Ave	.4046	5131530027
LT 60 SE SEC13 T1 PL66460	11.05.569 (12.01) (12.01) (12.01)	16620-20 Ave	.4045	5131545018
				5131545018

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### Nov 02, 2015 The City of Surrey Sebedule A Lands Within Benefitting Area Affected by DWA Agreement

Project File:	7815-0293-00
DWA File:	8515-0293-00-1

Legal Description	<b>Registered Property Owners</b>	Civic Address	Area	Tax Roll Number
LT 61 SE SEC13 T1 PL66460		16606 20 Ave	.4052	5131550014
				5131550014
LOT 62 SE SEC 13 T1 PL65269		1909 165A St	.5349	5131555012
LOT 63 SE SEC 13 T1 65369		1991 165A St	.4144	5131560019
				\$131560019
N 166'A \$1/2 SE SEC 13 T1 REF 8410	1010215 B C Ltd	1895 168 51	1.9969	5131900025
PCLA E1/2 SE SEC 13 T1 REF 8410	1005667 Bc Ltd	1869 168 5)	2.0014	\$131900049
PCL A 7 SE SEC 13 T1 EXP 10073	16 At 99 Holdings Corp	16457 16 Ave	.4044	5131900062
PCLA35E58C13T1EXP14055		16679 16 Ava	1.1202	5131900086
LT I N1/2 SW SEC 13 T1 PL 9399		16322 20 Ave	.8099	5132000022
LT 1 \$152'E1/2 \$1/2 SW SEC 13 T1 PL 9931	639606 Bc Ltd	16365 No 99 Hwy	.4281	51320000620
LT 2 \$1/2 E1/2 \$1/2 SW SEC 13 TI PL 9931	639606 Be Lid	16347 No 99 Hwy	,2332	5132010040
LT 29 SW SEC 13 T1 PL 30343	639606 Bc Lid	1745 164 54	.5078	513228002X
LT 30 SW SEC 13 T1 PL 30343	639606 Be Lid	1715 164 54	1.1992	5132290024
LT 31 5W SEC 13 TI PL 33307		16344 20 Ave	.4567	5112300029
				5132300029
LT 32 SW SEC 13 T1 PE 33307		16370 20 Are	.3991	51 52 31 0023
LT 33 SW SEC 13 T1 PL 34601		16114 20 Ave	.7876	5132320028
				5132320028
LT 38 SW SEC 13 TT PL 41276		16172 20 Ave	.456	5132370020
				5132370020
LT 39 SW SEC 13 T1 PL 41276		I DIAGO AGO PERO	.4561	\$132380025
LT 40 SW SEC 13 T1 PL 41276	and a second second	16216 20 Ave	.4561	\$13239002X
1788 T				51323900230
	Croydon Properties Ltd	16248 20 Ave	.5932	5132430028
LT 45 SW SEC (3 T) PL 55337	Citydon Properties Ltd	16272 20 Ave	.6523	5132440022

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# The City of Surrey Schedule A Lands Within Renefitting Area Affected by DWA Agreement

Project File: 7815-0293-00 DWA File: 8515-0293-00				
egal Description	Registered Property Owners	Civic Address	Area	Tax Roll Numbe
LT 49 SC SW13 T1 PL63160		16384-18 Ave	.4014	5132480020
LT 50 SC SW13 T1 PL63160		16354 18 Ave	.4044	5132490025
LT 51 SC SW13 T1 PL63160		16324 18 Ave	.4044	513250002X
				513250002X
LT 52 SC \$W13 T1 PL63160		16204 18 Ave	.4191	5132505028
and the second sec				5132505028
LT 53 SC SW13 T1 PL63160		16264 18 Ave	.4052	5132510024
CLBB 51/2 N1/2 N1/2 5W SBC 13 T1	639606 Be Lad	1947 164 Sk	3.7447	5132910043
PCLCC \$1/2 £1/2 \$1/2 SW SEC 13 T1	639606 Be Lui	16333 No 99 Hwy	.045	5132920044
E154.2 \$1/2 E1/2 \$1/2 \$W SEC 13 T1	639606 Be Ltd	16389 No 99 Hwy	.4359	5132971027
LT 1 NW SC 13 T1 PL72380 PART: NW1/4 PID	Mainland Developments(Morgan Place) Lail	16203 20 Ave	3.5235	5133000017
LT 1 S1/2 NW SEC 13 T1 PL 7270	0779998 Bc Ltd	16367 20 Ave	1.9198	5133000042
LT 2 NW SC 13 T1 PL72380 PART: NW1/4 PID	Mainland Developments(Morgan Place) Ltd	16197 20 Ave	,4066	\$133010011
LT 2 51/2 NW SEC 13 T1 PL 7270	0779998 Be Lid	16355 20 Ave	1.9193	5133010047
LT 2 W 1/2 SN4 S1/2 NW SEC 13 T1 PL 1126	Mainland Developments(Morgan Place) Ltd	2112 160 St	3.1604	5133010060
LT 3 N1/2 NW SEC 13 T1 PL 5524		16172 24 Ave	3,1412	5133020028
2100				5133020028
LT 2 31/2 NW SEC 13 T1 PL 7270	OLIAAAR HEPOT	16321 20 Ave	.8085	5133020041
LT 4 \$1/2 NW SEC 13 T1 PL 7270(SEE 0513-	0779998 Bc Lid	16301 20 Ave	2.083	5133030046
LT 13 SC NW13 T1 PL61696	Mainland Developments(Morgan Place) Lul	16211 20 Ave	.4046	5133120023
LT 14 SC NW13 T1 PL61696	1003579 Bc Ltd	16273 20 Ave	3.8432	5133130028
PCLA2 W1/2 S3/4 S1/2 NW SEC 13 T1	Mzifitant Developments(Morgan Place) Ltd	16113 20 Ave	2.12 -	5133900041
LT A NW SEC 13 TI PL 22548	Mainland Developments(Morgan Place) Ltd	16219 20 Ave	.5393	5133900063
NJ/2 N1/2 S1/2 NW SEC 13 T1 20AC		2172 160 St	7.6498	5133971060
12. No. 4				5133971060
				5133971060

Nov 02, 2015

### Nov 02, 2015 The City of Surrey Schedule A Lands Within Benefitting Area Affected by DWA Agreement

Project File: 7815-0293-00 DWA File: 8515-0293-00-1

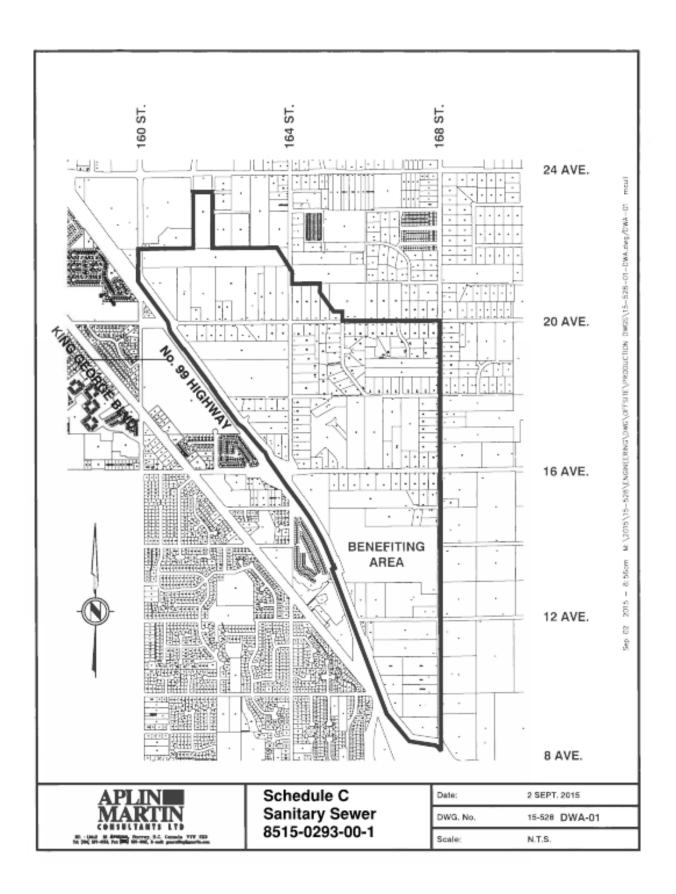
egal Description	Registered Property Owners	Civic Address	Area	Tax Roll Number
				5133971060
				5133971060
A 44 1				5133971060
0				5133971060
T 7 NE SEC 13 T1 PL 6519 (EX 43236)	Double Dot Investmentgroup Ltd	16543 20 Avc	.3614	5134060034
T 39 NE SEC 13 T1 PL 43236	Perfect Chance Investments Lid	16421 20 Ave	.9901	5134380028
T 40 NE SEC 13 T1 PL 43236	1.00	16437 20 Ave	.9902	5134390022
LT 41 NE SEC 13 T1 PL 43236	20th Avenue Development Gettop Lad	16465 20 Ave	.9905	5134400027
LT 42 NE SEC 13 TI PL 43236	20th Avenue Development Geoup Ltd	16505 20 Ave	.5748	5134410021
\$1/2 N1/2 SW SEC 13 T1 ((EX PT W	(none)	1891 164 5i	6.2428	
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# SCHEDULE "B"

Design, construct and inspect a Sanitary Sewer Pump Station (Fergus Creek Pump Station) at 1227 - 168 Street, a sanitary sewer forcemain from 1227 - 168 Street to an existing gravity sanitary sewer located at 24 Avenue and 160 Street complete with all required appurtenances.



# Schedule D

# **Payment Schedule**

	8515-0293-00-1 (Highway 99 Local Area Plan Sanitary Sewer DWA )							
Total a	mount of Sanitary DWA is \$15,954.75 per	r Hectre (142.65 Ha	a)	\$2,275,945.09				
	Developer Name	Developer Name % Estimated DWA Return						
1	Canadian Horizons Inc. #710-1055 West Georgia Street, Vancouver, BC V6 3R5	31.65%	\$720,336.62	\$720,336.62				
2	0779998 BC Ltd. #210, 8399 – 200 Street, Langley, BC V2Y 3C2	31.63%	\$719,881.43	\$719,881.43				
3	South Surrey Business Centre Inc. #407-2626 Croydon Drive, Surrey, BC V3Z 0S8	31.63%	\$719,881.43	\$719,881.43				
4	1005714 BC Ltd. 880 Lougheed Hwy, Port Coquitlam, BC V3C 0B7	2.96%	\$67,367.97	\$67,367.97				
5	PCI Developments Corp. 1700-1030 West Georgia Street, Vancouver, BC V6E 2Y3	2.13%	\$48,477.63	\$48,477.63				
	Total	100.00%	\$2,275,945.09	\$2,275,945.09				

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# Certificate of Sufficiency

a formal petition for Development Works Agreement

Pursuant to Section 212 of the *Community Charter, SBC* 2003, C26; I, Jane Sullivan, the City Clerk for the City of Surrey, British Columbia certify that a formal petition for undertaking the following work as a Development Works Agreement has been received is determined to be sufficient.

General Description of the Work:

Development Works Agreement Project 8515-0293-00-1/7815-0293-00 Fergus Sanitary Sewer Pump Station 1277 168 Street and forcemain 23 Avenue and 162 Street

The following table contain the details regarding this Petition:

Number of Properties & Assessment within Petition Area	157 \$273,251,963.00	100.00%
Petitions Received <b>Passed</b> (Percentage of responses)	85	54.14%
Petitions Received <b>Passed</b> (assessed Value)	\$158,424,783.00	57.98%

The Council may, by bylaw, undertake the work described above.

Jane Sullivan City Clerk

Date: Oct 29, 2015

**APPENDIX "IX"** 



**FILE COPY** 

# **Certificate of Sufficiency** Local Area Service on Council Initiative Subject to Petition Against

Pursuant to Sections 212 of the Community Charter, S.B.C. 2003, C. 26, I, Jane Sullivan, the City Clerk for City of Surrey, British Columbia certify that I have given notice of Council's intention to undertake the following work as a Local Areal Service as required by Section 213 of the Community Charter and that a sufficient petition against the Local Area Service has not been received.

General Description of the Work: Local Area Service Project 4706-453

Fergus Sanitary Pump Station and Forcemain 160 Street and 24 Avenue

Following are the details regarding the petition:

Number of Properties within petition area	106	100%	
Petition received stating "do not agree"	3	5.66%	

The Council may, by bylaw, undertake the work described above.

ane Sullivan, City Clerk

Date: April 7, 2015

# APPENDIX "X"

### **CITY OF SURREY**

### **BYLAW NO. 18601**

A Bylaw to establish the local area service for sanitary infrastructure works to benefit the catchment roughly bounded by 161A Street, 168 Street, 20/23 Avenue and the eastern edge of the Highway 99 Local Area Plan boundary; to authorize the construction of the Fergus Sanitary Pump Station, Forcemain and related appurtenances to service parcels within the local service area; to authorize the acquisition of all appliances, equipment, materials, real property, easements and rights-of-way required for the construction of the Works; to define the boundaries of the local service area; and to impose local service taxes.

WHEREAS Council has initiated a local area service subject to petition against to construct the Fergus Sanitary Pump Station and Forcemain in the Sunnyside Heights area, roughly bounded by 161A Street, 168 Street, 20/23 Avenue and the eastern edge of the Highway 99 Local Area Plan boundary, pursuant to Section 213 of the Community Charter, S.B.C. 2003, c.26;

AND WHEREAS the City Clerk has certified that the petition against received for the Works does not constitute a sufficient petition signed by a majority of the owners, representing at least half of the assessed value of the parcels that would be subject to the local service tax;

AND WHEREAS Corporate Report R018/2015, approved by Council on February 2, 2015, has described the cost apportioning and cost recovery method for this local area service;

NOW THEREFORE, the City Council of the City of Surrey ("the City"), in open meeting assembled, ENACTS AS FOLLOWS:

- 1. This Bylaw shall be cited for all purposes as "Local Area Service Fergus Sanitary Pump Station and Forcemain [Project # 4706-453] Bylaw, 2016, No.18601".
- 2. Fergus Sanitary Pump Station and Forcemain, comprising a pump station, a forcemain and related appurtenances (the "Works"), shall be constructed to service parcels in the local service area.
- 3. The local service area of the City for the benefit of which the Works are to be constructed, operated and maintained, is defined as the area roughly bounded by 161A Street, 168 Street, 20/23 Avenue and the eastern edge of the Highway 99 Local Area Plan boundary as illustrated by the hatched area in Appendix I, which is attached to and forms part of this Bylaw.

- 4. The total cost of the Works is estimated to be \$11.1 million to be recovered as follows:
  - (a) \$5.55 million will be paid by a group of developers, which will be recoverable through two
    (2) development cost charge front-ender agreements and one (1) development works agreement;
  - (b) \$2.25 million of development cost charges have already been received by the City to fund a portion of the total cost of the Works;
  - (c) \$0.44 million will be borrowed from sanitary sewer development cost charge revenues already received by the City in 2015 from developments in other parts of the City, with the City being reimbursed for the advancement of these funds using the first \$0.44 million in sanitary sewer development cost charge revenues received from developments in the local service area; and
  - (d) \$2.86 million will be recovered through a local service tax under this Bylaw.
- 5. The local service tax shall be apportioned amongst the parcels within the local service area based on the area of each parcel, as more particularly set out in Appendix II which is attached to and forms part of this Bylaw. For the purposes of this Bylaw, parcel area is defined as the total area of the parcel as of the date this Bylaw receives final adoption.
- 6. The local service tax, including the accrued financing charges, shall be payable in full by the owner(s) of a parcel within the local service area prior to final adoption of, or issuance of permit by, the City for one of the following in relation to the parcel: (i) rezoning; (ii) subdivision; (iii) consolidation; (iv) development permit; (v) service connection application; (vi) development variance permit; or (vii) building permit.
- 7. Despite Section 6, the local service tax shall not be payable by an owner when applying for a development variance permit or building permit where an existing building on the parcel is demolished and rebuilt, or if a development variance permit is taken out on an existing building for renovation or rebuild, without connecting to the City sanitary sewer system.
- 8. The General Manager, Engineering has compiled the report and estimates of the costs relating to the Works as shown in Appendix II.
- 9. The General Manager, Engineering is directed to have the necessary plans and specifications for the Works prepared and to have the Works carried out or to provide the specifications necessary for the preparation of a contract to construct the Works, or any part thereof.

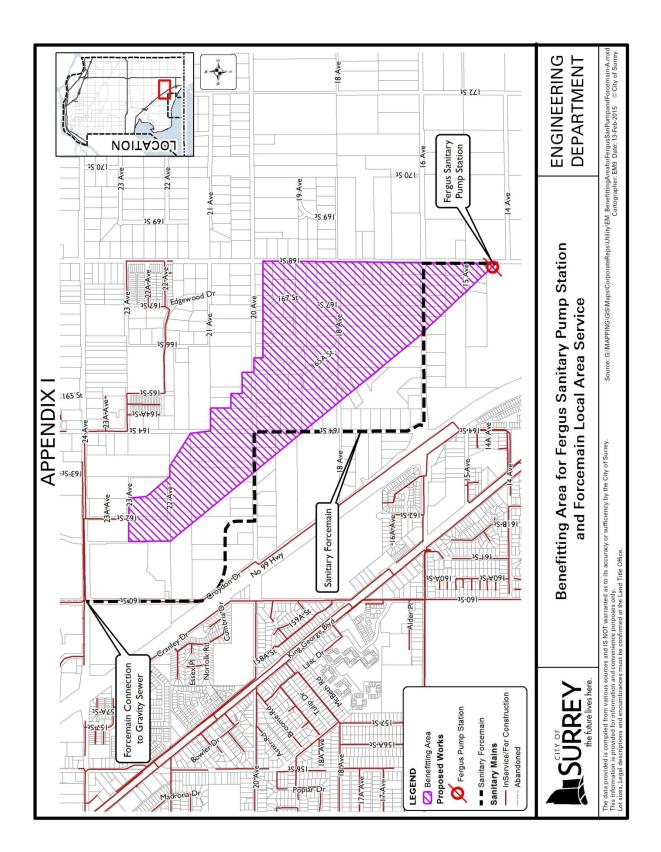
- 10. The General Manager, Finance & Technology may, subject to the approval of Council, agree with any banks, persons, or institutions for temporary advances of money to meet the cost of the Works pending the completion of the Works.
- 11. The Mayor and City Clerk are authorized to cause a contract for the construction of the Works to be made and entered into with some person or persons, firm or corporation, subject to the approval of Council to be declared by resolution.
- 12. The Works shall be carried out under the supervision and according to the directions of the General Manager, Engineering.
- 13. The General Manager, Finance & Technology upon completion of the Works shall prepare a certified statement setting out the final cost of the Works and submit the statement to Council.
- 14. The General Manager, Engineering shall prepare a revised Appendix II setting out the final cost of the Works and apportionments within the local service area and bring forth to Council the revised schedule as an amendment to this Bylaw.
- 15. Upon Council's adoption of the revised Appendix II, the General Manager, Finance & Technology shall impose a local service tax on the owners of parcels within the local service area as a parcel tax, as shown in Appendix II.
- 16. Upon Council's approval of the revised Appendix II with final costs, the City Clerk is authorized to append it to this Bylaw and it shall then form part of this Bylaw, superseding the original Appendix II with estimated costs.
- 17. Any local service taxes unpaid following the calendar year that construction of the Works is completed shall incur an annual financing charge calculated at an estimated rate of 4.90% per annum compounded annually for the first 15 years, after which time no additional annual interest charges shall be incurred. The actual interest rate shall be confirmed at the time of the Bylaw amendment.
- 18. The local service tax shall be levied in accordance with Sections 4(d), 5, 6, 7, and 15 of this Bylaw.

THREE READINGS by Council on the 11<sup>th</sup> day of January, 2016.

RECONSIDERED AND FINALLY ADOPTED, signed by the Mayor and Clerk, and sealed with the Corporate Seal on the XXth day of XX, 201X.

\_\_\_\_\_MAYOR

\_\_\_\_\_CLERK



# **APPENDIX II**

### **CITY OF SURREY**

### **ENGINEER'S REPORT (\*)**

### LOCAL AREA SERVICE – FERGUS SANITARY PUMP STATION AND FORCEMAIN

### **On COUNCIL INITIATIVE – SUBJECT TO PETITION AGAINST**

Pursuant to Section 213 of the Community Charter, I advise in regard to the following work resolved to be undertaken as a Local Area Service:

Work:	Fergus Sanitary Pump Station and Forcemain
-------	--

Location: Sunnyside Heights area, roughly bounded by 161A Street, 168 Street, 20/23 Avenue and the eastern edge of the Highway 99 Local Area Plan boundary, as illustrated by the hatched area in Appendix I.

A)	Total Estimated Cost	\$11,100,000 (*)				
B)	Developers' Contribution as Development Cost Charge Front-Ender Agreements and Development Works Agreement	\$5,550,000				
C)	City's Contribution as Development Cost Charges already received	\$2,250,000				
D)	City's Contribution as Development Cost Charges already received in 2015 from developments in other parts of the City	\$440,000				
E)	Total Estimated Local Service Tax (A less (B+C+D))	\$2,860,000				
Total A	rea of the Properties in the Local Service Area	715,735.19 sq.m.				
LAS Un	it Charge Per Square Metre of Parcel Area	\$4.00 (**)				
Amorti	Amortization Period 15 years					
Annual	Interest Rate	4.90% (*)				

(\*) All costs and interest are estimates only. A revised Engineer's Report with the actual cost and the appropriate interest rate for amortization will be prepared upon completion of the Works.

(\*\*) Multiplying the Parcel Area by the LAS Unit Charge may not result in the exact Local Service Tax amount shown in the following table due to rounding.

# **COST DISTRIBUTION (not including interest)**

	Address		Parcel Area	Loca	l Service Tax *
	House	Road	(sq.metres)		(Total)
1	16778	20 Ave	2,282	\$	9,117.16
2	16756	20 Ave	2,304	\$	9,206.10
3	16732	20 Ave	2,326	\$	9,296.03
4	16708	20 Ave	2,129	\$	8,507.96
5	16674	20 Ave	2,166	\$	8,653.63
6	16648	20 Ave	2,074	\$	8,287.12
7	1919	167 St	4,378	\$	17,494.35
8	1949	167 St	4,045	\$	16,164.94
9	1942	167 St	4,638	\$	18,533.83
10	1918	167 St	4,058	\$	16,213.65
11	1913	168 St	4,048	\$	16,174.14
12	1945	168 St	4,097	\$	16,372.19
13	16515	18 Ave	4,207	\$	16,812.26
14	1821	165A St	4,115	\$	16,443.85
15	1841	165A St	4,123	\$	16,475.33
16	1861	165A St	4,120	\$	16,462.21
17	1980	165A St	4,081	\$	16,308.80
18	16588	20 Ave	2,084	\$	8,326.06
19	1960	165A St	4,052	\$	16,192.54
20	1940	165A St	4,044	\$	16,159.81
21	1920	165A St	4,371	\$	17,464.61
22	1894	165A St	4,604	\$	18,395.60
23	1864	165A St	4,486	\$	17,924.47
24	1834	165A St	1,869	\$	7,468.65
25	1935	165A St	4,047	\$	16,170.08
26	1955	165A St	4,046	\$	16,165.52
27	16508	20 Ave	4,045	\$	16,163.08
28	16663	19 Ave	4,254	\$	16,999.13
29	16651	19 Ave	4,214	\$	16,838.15
30	16621	19 Ave	4,046	\$	16,168.08
31	1915	165A St	4,044	\$	16,159.59
32	1881	165A St	4,047	\$	16,171.11
33	16620	20 Ave	2,263	\$	9,043.86
34	16606	20 Ave	3,583	\$	14,318.64
35	16679	16 Ave	11,202	\$	44,761.96
36	1909	165A St	5,349	\$	21,375.87
37	1891	165A St	4,144	\$	16,557.34
38	16468	20 Ave	3,837	\$	15,330.65

	A	Address	Parcel Area	Loca	al Service Tax *
	House	Road	(sq.metres)		(Total)
39	1753	168 St	4,042	\$	16,150.65
40	1733	168 St	4,042	\$	16,153.06
41	1707	168 St	4,043	\$	16,155.46
42	16488	20 Ave	4,299	\$	17,177.12
43	1960	164 St	6,237	\$	24,923.68
44	1946	164 St	6,237	\$	24,924.34
45	1906	164 St	6,726	\$	26,875.49
46	1870	164 St	6,898	\$	27,564.44
47	1852	164 St	5,011	\$	20,021.92
48	16453	18 Ave	3,473	\$	13,876.22
49	16460	20 Ave	4,040	\$	16,142.49
50	1980	164 St	4,040	\$	16,143.71
51	16485	18 Ave	4,039	\$	16,140.01
52	16558	18 Ave	25,790	\$	103,055.94
53	16607	16 Ave	36,582	\$	146,176.82
54	1869	168 St	20,014	\$	79,975.22
55	1889	168 St	19,969	\$	79,792.49
56	1785	168 St	7,127	\$	28,478.20
57	16755	16 Ave	4,429	\$	17,699.47
58	1643	168 St	4,421	\$	17,664.69
59	1671	168 St	5,239	\$	20,935.04
60	1681	168 St	5,037	\$	20,126.77
61	16470	18 Ave	1,093	\$	4,366.06
62	16421	20 Ave	9,901	\$	39,562.08
63	16437	20 Ave	9,902	\$	39,566.22
64	16465	20 Ave	5,025	\$	20,080.85
65	16505	20 Ave	3,259	\$	13,023.62
66	16543	20 Ave	3,158	\$	12,620.90
67	16273	20 Ave	23,603	\$	94,315.27
68	16367	20 Ave	19,198	\$	76,713.14
69	16355	20 Ave	19,193	\$	76,693.00
70	16321	20 Ave	8,085	\$	32,306.01
71	16301	20 Ave	19,879	\$	79,433.46
72	2172	160 St	39,607	\$	158,266.53
73	16172	24 Ave	20,218	\$	80,787.77
74	1947	164 St	5,880	\$	23,495.47
75	16344	20 Ave	4,398	\$	17,574.81
76	16370	20 Ave	5,997	\$	23,961.64
77	16322	20 Ave	2,037	\$	8,137.74

	Address		Parcel Area	Local Service Tax *	
	House	Road	(sq.metres)	(Total)	
78	1891	164 St	176	\$	704.09
79	16662	16 Ave	1,900	\$	7,591.11
80	16692	16 Ave	4,269	\$	17,057.32
81	16712	16 Ave	4,694	\$	18,757.02
82	16736	16 Ave	4,694	\$	18,756.53
83	16766	16 Ave	4,694	\$	18,756.40
84	16790	16 Ave	4,692	\$	18,750.57
85	16725	15 Ave	2,888	\$	11,541.79
86	16615	18 Ave	4,371	\$	17,465.77
87	16510	18 Ave	6,574	\$	26,268.07
88	16541	16 Ave	8,078	\$	32,277.65
89	16641	18 Ave	4,094	\$	16,360.43
90	16653	16 Ave	7,236	\$	28,913.27
91	16688	18 Ave	19,185	\$	76,659.64
92	16691	16 Ave	28,213	\$	112,735.95
93	16715	16 Ave	4,609	\$	18,417.33
94	16733	16 Ave	4,609	\$	18,416.67
95	16770	15 Ave	4,032	\$	16,110.35
96	1461	168 St	2,657	\$	10,617.07
97	16737	15 Ave	4,056	\$	16,209.00
98	16203	20 Ave	783	\$	3,127.40
99	16759	15 Ave	4,058	\$	16,216.41
100	1543	168 St	4,534	\$	18,118.17
101	16655	18 Ave	4,186	\$	16,726.92
102	16687	18 Ave	4,095	\$	16,365.00
103	16711	18 Ave	4,405	\$	17,601.17
104	16739	18 Ave	4,405	\$	17,601.30
105	16763	18 Ave	4,097	\$	16,372.29
106	1837	168 St	4,130	\$	16,504.65
107**	2228	162 St	15,332	\$	61,264.49

\* Multiplying the Parcel Area by the LAS Unit Charge may not result in the exact Local Service Tax amount shown in the table due to rounding.

**\*\*** Funds were previously contributed towards the Works in relation to 2228 162 Street, which funds are being held by the City. Despite Section 6 of the Bylaw, the Local Service Tax for 2228 162 Street will become payable in full at the time the revised Appendix II is approved by Council and appended to this Bylaw, and payment will be drawn from the funds already held by the City.