



December 4, 2013

City of Regina
Sterling Hall
2425 4th Avenue P.O Box 1790
REGINA SK S4P 3C8

File No: 40067

Re: 2013 Emergency Flood Damage Reduction Funding Agreement

Thank you for your participation in the Saskatchewan 2013 Emergency Flood Damage Reduction Program (the Program). We are in receipt of your request for assistance detailing flood protection measures intended to assist in minimizing flood damage in 2013. (the Project).

The Program is intended to provide both temporary and permanent solutions to minimize damage due to flooding by constructing flood protection works to address imminent flooding in 2013. To be eligible for funding the Project must fall within Program parameters and be complete prior to December 31, 2013. (See Schedule E – Program Profile - for more detail)

Based on the information submitted by your engineer, the Water Security Agency agrees to fund the following parts of the Project and will provide a grant (based on 75% government paid permanent works and 50% government paid temporary measures) totalling \$368,500.00.00 as described below:

Engineering (100%)	Total Cost of Work	Grant Portion
Stantec	\$13,500.00	\$13,500.00
Temporary Work - Description	Total Cost of Work	Grant Portion
Sandbagging, snow removal	\$710,000.00	\$355,000.00
TOTAL AMOUNT	\$723,500.00	\$368,500.00

We appreciate that the Grant is based on the engineer's cost estimate and may need to be adjusted (up to a maximum of 20%) once the final costs for each of the flood protection works are known. Adjustment in excess of 20% requires prior written approval of the Water Security Agency.

The engineering recommendations and estimates may be developed using limited data and analyses not typical of normal assessments depending on the circumstances. However, as this Program is intended to address imminent flooding, it is considered important to act in the most expeditious manner possible to address an emergency situation. Therefore, the professional advice being provided may have limitations and in some cases the recommended works may not be adequate to protect from all possible situations that may result from flooding.

By entering into this agreement and accepting the Grant under the Program you acknowledge that there may be limitations to the Project and agree to accept the risk that the design may be inadequate to provide the optimal level of flood protection.

For some or all of the work, in particular works intended to provide flood protection in the longer term, the Water Security Agency may recommend that you, as the proponent, retain the services of a consulting engineer for such actions as Project design, Project management and site supervision. In that event the Proponent will enter into a direct contract with the consulting engineer. The Program will cover these costs to the same level as for the works themselves (75% or 50%). The government is only paying 100% of the initial engineering investigation costs.

Construction can be undertaken through a contractor or by using community owned equipment. If municipal equipment is employed, the cost share will be based on actual hours of use multiplied by the industry standard charge out rate for the specific piece of equipment. This total amount will then be cost shared either at 75% or 50%. The purchase of capital equipment is not permitted under the program, however, the rental rate can be applied back to the capital purchase.

The Water Security Agency must be promptly notified of any portion of the Project described above that you determine will not be constructed or undertaken as part of the Project and the Grant estimate will be revised accordingly. You must discuss this decision with your engineer because elimination of one part of the Project may impact the effectiveness of the others. Any changes must be initialled by the Proponent and the Water Security Agency.

As the Project will be constructed, owned and operated by you, the Proponent, land control requirements and any regulatory requirements are the responsibility of the Proponent. The cost of obtaining temporary or permanent land control that may be necessary is not funded by the Program. Where approvals are known to be necessary, Water Security Agency Regional staff will endeavour to assist you in obtaining regulatory approvals.

The Water Security Agency will be publically announcing all Grants provided. By accepting this Grant you agree to being included in such an announcement.

Additional Terms and Conditions relating to the payment of the Grant and accounting and reporting requirements are set out in detail in Schedules A, B, C and D which, along with Schedule E, form part of this agreement.

In the event that the Grant is in excess of \$100,000, this agreement is subject to the prior approval of the Lieutenant Governor in Council.

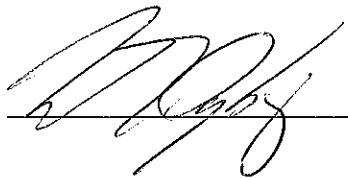
This agreement (including the Schedules) may be returned by facsimile or scanned and emailed to:

Gordon Will, P. Eng
2365 Albert St. – Suite 420
Regina SK S4P 4K1

gord.will@wsask.ca

Phone: 306-787-6137
Fax: 306-787-0780

This agreement, executed on behalf of the Water Security Agency of Saskatchewan by its proper signing officers in that regard this 10 day of Dec, 2013.



This agreement, executed on behalf of the City of Regina by its proper signing officers in that regard this _____ day of _____, 2013.
