

**Subject: Q2 Capital Budget Fiscal Amendments Update****APPROVALS:****Jamie Doyle**\_\_\_\_\_  
Director\_\_\_\_\_  
Chief Administrative Officer**Recommended Motion:**

THAT the 2020 Q2 Capital Budget Fiscal Amendments update, as summarized on Attachment #1 (2020 Capital Budget Fiscal Amendments, dated June 30, 2020), be accepted as information.

**Summary:**

This report provides a summary of capital budget amendments implemented by Administration within the provisions of the Fiscal Responsibility Policy (FIN-160) for the second quarter ending June 30, 2020.

There were 23 capital projects amended in this quarter as listed on Attachment #1, resulting in a net increase of \$11,815,293 to the capital budget. None of these amendments are due to scope changes, and therefore the nature and typer of capital projects are not altered.

These amendments were reviewed and recommended by the Capital Projects Steering Committee.

**Background:**

Of the 23 capital project amendments, there are nine (9) cash flow adjustments, eight (8) requests for additional funding, five (5) funding changes and one (1) request to release funds:

**Cash Flow Adjustment**

- Anzac Lagoon Expansion - Design and Construction
- Building Lifecycle 2017-2021
- Casman Centre Rink Boards Structural Steel Replacement
- Fort Chipewyan 6 Bay Garage and Animal Shelter

- Fort Chipewyan Lift Station Upgrades - Construction
- Fort McMurray Landfill Closure Cells 1,2,3 Lateral Expansion and Old Landfill
- Janvier School Site Upgrades
- Jubilee Major Maintenance 2020
- Public Works North Facilities

#### Additional Funding

- Confederation Sanitary Sewer Phase II - Construction
- Fire Training Area and Site Preparation
- Fort Chipewyan New Cemetery Design Build
- 1A Lift Station Hoist Systems
- Pedestrian Actuated Crosswalk 2020
- Rural Broadband
- Timberlea PRV Station #2 - Design and Construction
- Transit Bus Operator Security Doors

#### Funding Change

- 911 Call Handling System
- Flood Mitigation - Design/Build
- Rural Water and Sewer Servicing - Construction
- Thickwood Perimeter Sewer - Construction

#### Funding Release

- 2020 RES Light Fleet Replacements (3)

Within the Fiscal Responsibility Policy (FIN-160), Administration is authorized to re-allocate capital budget funds provided that:

- The change will result in efficient administrative and project delivery process;
- The change will not result in addition or cancellation of the capital project;
- There are no scope changes, and therefore the nature and type of capital

projects are not altered; where additional funding is required, funds available from a combination of savings from fully tendered projects, other uncommitted sources such as grants and offsite levies, and cash flow management with other capital projects will be utilized, and

- Council set debt and debt service limits are not exceeded.

**Budget/Financial Implications:**

**Attachment 1** shows the net budget impact of these amendments. The original approved budget and the revised budget are presented with the net budget impact by project and funding source.

**Attachment 2** summarizes the impact of cash flows and the source of funding from the proposed amendments by years.

**Rationale for Recommendation:**

The second quarter 2020 Capital Budget Fiscal Amendments satisfy all the above conditions as stated in the Fiscal Responsibility Policy (FIN-160) with a net increase of \$11,815,293 to the 2020 approved capital budget and prior capital budgets approved by Council.

**Strategic Priorities:**

Responsible Government

**Attachments:**

**1. Q2 2020 Capital Budget Fiscal Amendments**

**2. Q2 2020 Cash Flow by Year**

**3-25. Q2 2020 Fiscal Amendment Forms**