

Subject: 2022 Q2 Capital Budget Fiscal Amendments Update**APPROVALS:****Laurie Farquharson**_____
Director_____
Interim Chief Administrative Officer**Recommended Motion:**

THAT the 2022 Q2 Capital Budget Fiscal Amendments update, as summarized on Attachment 1 (2022 Capital Budget Fiscal Amendments, dated June 30, 2022), 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, 2022.

There were nine (9) capital projects amended in this quarter as listed on Attachment 1, resulting in an increase of \$19,487,000 to the capital budget. None of these amendments are due to scope changes, and therefore the nature and type of capital projects are not altered.

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

Background:

There were nine (9) capital project amendments, all which required additional funding and one (1) of which required a name change.

Additional Funding:

- Centerfire Place Ice Plant
 - o Due to the specialized equipment requirements and long lead times involved with the project, an additional \$700,000 in funding was required to proceed with replacing the ice plant.
- Fort Chipewyan Airfield Rehabilitation

- o In order to complete the electrical installation of the omni-directional approach lighting, additional funds of \$35,000 were required.
- Garden Lane and Riverbend Close Road Rehabilitation
 - o An additional \$2,000,000 in funding was required to award the construction tender package to the lowest qualified bidder.
- Gregoire Storm Outfall Structure - Construction
 - o An additional \$7,500,000 in funding was required to award the construction tender package to the lowest qualified bidder.
- Jubilee Centre Renovation - Design
 - o An additional \$52,000 in funding was required to award the contract to the lowest qualified consultant.
- Reflections Lookout
 - o An additional \$50,000 in funding was required to increase the project budget for donation funding received. The project name was also changed from Memorial Park Construction to Reflections Lookout.
- Public Works North Facilities
 - o An additional \$6,900,000 in funding was required to award the construction tender package to the lowest qualified bidder.
- Waterline Extension from Parsons Creek to Millennium - Construction
 - o An additional \$2,100,000 in funding was required to award the construction tender package to the lowest qualified bidder.
- Abasand OHV Staging Area
 - o An additional \$150,000 was required to address unforeseen issues in the staging area gravel base.

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.

Attachments 3-11 provide details of each project amendment.

Rationale for Recommendation:

The second quarter 2022 Capital Budget Fiscal Amendments satisfy all the above conditions as stated in the Fiscal Responsibility Policy (FIN-160) with a net increase of \$19,487,000 to the 2022 approved capital budget and prior capital budgets approved by Council.

Strategic Priorities:

Responsible Government

Attachments:

- 1. 2022 Capital Budget Fiscal Amendments - June 30, 2022**
- 2. 2022 Cash Flow by Year - June 30, 2022**
- 3-11. Capital Budget Amendment Sheets**