

Subject: 2017 Q3 Capital Budget Fiscal Amendments Update

APPROVALS:

Annette Antoniak

Director

Chief Administrative Officer

Recommended Motion:

THAT the 2017 Q3 Capital Budget Fiscal Amendments update, as summarized on Attachment 1 (2017 Q3 Capital Budget Fiscal Amendments, dated September 30, 2017), 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 third quarter ending September 30, 2017.

There were six (6) capital projects amended in the third quarter of 2017 as listed on Attachment #1, resulting in a net increase of \$4,420,633 to the capital budget. The additional funding came from savings from other fully tendered/completed projects, additional grant funding and donations.

There were no additions, cancellations or changes in scope for these amended projects.

These amendments were reviewed and recommended by the Capital Projects Steering Committee on July 26, August 30, and September 27, 2017.

Background:

The submitted amendments include the following:

Funding Change (3 Projects)

1. Birchwood Trail Lookout Tower
2. Timberline Storm Water Upgrade - Construction
3. Transit Bus Additions 2012-2014

Additional Funding (3 Projects)

1. Conklin Water Treatment Plant (WTP) Upgrade Phase 2
2. Doug Barnes Cabin Expansion - Construction
3. Specialized Transit Bus Purchases Replacements 2014-2017

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;
- The underlying scope change does not alter the nature and type of capital project, 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 third quarter 2017 Capital Budget Fiscal Amendments satisfy all the above conditions as stated in the Fiscal Responsibility Policy (FIN-160) with a net increase of \$4,420,633 to the 2017 approved capital budget and prior capital budgets approved by Council.

Strategic Plan Linkages:

Pillar 1 - Building Responsible Government

Attachments:

Att #1 - 2017 Q3 Capital Budget Fiscal Amendments - September 30, 2017

Att #2 - 2017 Cash Flow by Year - September 30, 2017

Att #3-8 - Capital Budget Amend Sheets