

Subject: 2018 Capital Budget, 2019 - 2022 Capital Plan

APPROVALS:

Annette Antoniak

Director

Chief Administrative Officer

Recommended Motion:

1. THAT the 2018 Capital Budget in the amount of \$251,649,356 and \$809,930 Public Art Fund transfer totaling \$252,459,286 be approved as set out on Attachment 1, 2018 Capital Budget, dated February 27, 2018, as follows:

Capital Infrastructure Reserve	\$208,304,159
Grants	<u>44,155,127</u>
Total	<u>\$252,459,286</u>

2. THAT the net budget reduction on multi-year projects in progress totaling \$36,187,485 as set out on Attachment 2, 2018 Capital Budget – Multi-Year Projects – In Progress – Cash Flow Changes, dated February 27, 2018, be approved.
3. THAT the new multi-year projects totaling \$131,870,375 as set out on Attachment 3, 2018 Capital Budget New Multi-Year Projects – Cash Flow, dated February 27, 2018, be approved.
4. THAT the cash flow on multi-year projects totaling \$746,099,529 as set out on Attachment 4, 2019 – 2023 Capital Plan – Multi-Year Projects – Cash Flow, dated February 27, 2018, be approved.

Summary:

The *Municipal Government Act* (MGA) requires that every Alberta municipality approve a budget prior to passing a property tax bylaw. The Proposed 2018 Capital Budget, 2019 - 2022 Capital Plan was presented to Council on February 8, 2018. Following a series of budget workshops held to review and discuss requirements, Council considered a number of motions at a Special Meeting held on Friday, February 9, 2018. The recommended 2018 Capital Budget is \$140M less than the 2017 Capital Budget approved on December 13, 2016.

Background:

The 2018 Capital Budget is based on the allocation of funding for pre-design/design, construction and purchase of capital assets to support municipal operations as identified in the 2018 - 2021 Strategic Plan. In advance of the budget workshops, a Budget Primer and video were released. The Budget Primer and video were tools to enhance public understanding of the budget process. In addition, a series of Public Information Sessions were held to discuss the budgeting process, the importance of the budget as well as how residents can be more engaged.

Budget/Financial Implications:

During the February 9, 2018 Special Meeting, Council deliberated on a number of capital-related motions. The motions approved included funding for the following:

- Pre-design and design of the Ryan/Hodgson Memorial Park \$150K
- Taiga Nova/Abasand Lift Station Wetwell Platforms \$300K

The \$450K required for the above-mentioned projects will be allocated from the Capital Infrastructure Reserve. There were also a number of motions approved that will require further analysis and review by Administration prior to presenting a recommendation to Council. These items include the following:

- Revisit design of the Sapræe Creek Community Hall
- Review and scope reduction for the Fort Chipewyan Animal Shelter with the desire to reduce costs
- Collaborate with the Fort McKay Community Association to develop a Fort McKay Pavilion project business case for future consideration by Council.

With the exception of the previously approved Fort Chipewyan Animal Shelter capital project, there is currently no funding allocated for the Sapræe Creek Community Hall construction project or the Fort McKay Pavilion project.

Rationale for Recommendation:

The presentation of the 2018 Capital Budget, 2019 - 2022 Capital Plan incorporates changes approved by Council at the February 9, 2018 Special Meeting.

Strategic Priorities:

Responsible Government

Attachments:

2018 Capital Budget and Plan Attachments 1-4