

Subject: 2018 Capital Budget Amendments – Cancelled and Amended Projects**APPROVALS:****Annette Antoniak**_____
Director_____
Chief Administrative Officer**Recommended Motion:**

THAT the 2018 Capital Budget Amendments as summarized on Attachment 1 (2018 Capital Budget Amendments – Cancelled and Amended Projects dated June 12, 2018) be approved; and

THAT the revised Cash Flow of Capital Projects as summarized on Attachment 2 (2018 Capital Budget Amendments – Cancelled and Amended Projects - Cash Flow Summary, dated June 12, 2018) be approved.

Summary:

Administration has identified two (2) capital projects to be submitted for Capital Budget amendment consideration. Council is the approving authority for the Capital Budget, subject to the provisions of the Fiscal Responsibility Policy (FIN-160).

The Capital Budget amendments will result in a net increase in funding of \$265,000 to the 2017 & prior and 2018 & thereafter Capital Budgets, as outlined in the Budget Net Change Summary.

Background:

Capital Budget amendments are an ongoing process. The amendments in this report include one project cancellation and one project amendment.

The Automated River Monitoring project is being cancelled as the current equipment installed at the Athabasca Bridge and on the Clearwater River has proven to be sufficient.

The Fort McMurray Water Treatment Plant Polyaluminium Chloride (PACL) Tank Design/Build project amendment is required to replace damaged tanks, valves,

containment system and pumps.

Budget/Financial Implications:

The net increase in capital funding is \$265,000. Of this amount, a net decrease of \$235,000 is from the 2017 & prior Capital Budget, and a net increase of \$500,000 from the 2018 & thereafter Capital Budget.

The full budget impact of this amendment will be incorporated in the 2018 Budget upon Council approval; Attachments 1 - 3 illustrate this impact.

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

Attachment 2 shows the cash flow changes by funding sources. Since multi-year projects are pre-approved over the life of project development, amendments in cash flows of these projects also require pre-budget approval.

Attachment 3 summarizes the impact of cash flows and the source of funding from these proposed amendments by year 2017 and prior, and 2018 and thereafter. This is reflected below in the Budget Net Change Summary.

Budget Net Change Summary						
	Total Project Cost (Accumulative)	Federal Grants	Provincial Grants	Reserves	Other Sources	Debenture
2017 & Prior	\$ (235,000)	\$ -	\$ -	\$ (235,000)	\$ -	\$ -
2018 & Thereafter	\$ 500,000	\$ -	\$ -	\$ 500,000	\$ -	\$ -
Reconciled net change	\$ 265,000	\$ -	\$ -	\$ 265,000	\$ -	\$ -

Rationale for Recommendation:

The rationale for these cancelled and amended projects is included in the attached individual Capital Budget Amendment Forms (Attachments 4 - 5).

Strategic Priorities:

Responsible Government

Attachments:

1 - 3 Worksheets June 12, 2018

4 - 5 Amendment Form June 12, 2018