

Subject: 2015 Capital Budget Amendments – Cancelled, Deferred and New Projects

APPROVALS:

Linda Ollivier, Acting Director
Elsie Hutton, Executive Director
Marcel Ulliac, Chief Administrative Officer

Administrative Recommendations:

1. THAT the 2015 Capital Budget Amendments in the amount of \$8,610,003 be approved as summarized on Attachment 1 (2015 Capital Budget Amendments – Cancelled, Deferred and New Projects), dated October 13, 2015 to be funded from Capital Infrastructure Reserve (CIR).
2. THAT the revised Cash Flow of Capital Projects be approved as summarized on Attachments 2 and 3 (2015 Capital Budget Amendments – Cancelled, Deferred and New Projects – Project Cash Flow Summary), dated October 13, 2015.

Summary:

Ten Capital Projects identified by Administration are hereby submitted for amendment consideration. Council is the approving authority for the Capital Budget, subject to provisions of the Fiscal Responsibility Policy (FIN-160).

These Capital Budget amendments include two project cancellations, three new projects and five projects deferring cash flow as outlined in the Budget Net Change Summary. A net budget increase of \$8.6M is requested.

The amendments were reviewed and recommended by the Capital Projects Steering Committee on August 26, 2015.

Background:

Capital Budget amendments are an ongoing process. The amendments in this report include two project cancellations – one project has an alternate solution while the other is being included as part of the Rural Water and Sewer Servicing project. A new project is being recommended for Bridge work which will attract future operational savings. There are five projects which are deferring cash flows due to timing of project delivery.

Budget/Financial Implications:

The net increase in capital funding required is \$8,610,003 which will be funded from the Capital Infrastructure Reserve.

The full budget impact of these amendments will be incorporated in the 2015 and subsequent budget years upon Council approval; Attachments 1 -3 illustrate this impact.

Attachment 1 shows the net budget impact of these amendments recommended for approval. 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-budgeted approval.

Attachment 3 summarizes the impact of cash flows and the source of funding from these proposed amendments by year 2015 and prior, and 2016 and thereafter. This reflected below in the Budget Net Change Summary.

Budget Net Change Summary						
	Total Project Cost (Accumulative)	Federal Grants	Provincial Grants	Reserves	Other Sources	Debenture
2015 & Prior	(10,988,997)	-	-	(10,988,997)	-	-
2016 & Thereafter	19,599,000	-	-	19,599,000	-	-
Reconciled net change	8,610,003	-	-	8,610,003	-	-

Rationale for Recommendation:

The rationale for amendment of each capital project is included in the attached individual Capital Budget Amendment Forms as prepared by the individual departments responsible (Attachments 4 -13).

Strategic Plan Linkage:

Pillar 1 – Building Responsible Government

Attachments:

- 1-2. 2015 Capital Budget Amendments- Cancelled, Deferred and New Projects
- 3. Cash Flow by Funding Sources, by Year
- 4-13. 2015 Capital Budget Amendment forms