Agenda - Executive Policy Committee - February 15, 2006

Report - Standing Policy Committee on Infrastructure Renewal and Public Works - February 7, 2006

Item No. 1 New Capital Project for the purchase of portable pumping units File FC(2006)

STANDING COMMITTEE RECOMMENDATION:

On February 7, 2006, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the administrative recommendation and submits the following to Council:

1. That the purchase of portable pumping units be approved as a new capital project outside of the Capital Budget process and,

2. That funds in the amount of $250,000.00 from the 2005 Combined Sewer Renewal Project be transferred to this new project.

3. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

Agenda - Executive Policy Committee - February 15, 2006

Report - Standing Policy Committee on Infrastructure Renewal and Public Works - February 7, 2006

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On February 7, 2006, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the administrative recommendation and submitted the matter to the Executive Policy Committee and Council.

RE: NEW CAPITAL PROJECT FOR THE PURCHASE OF PORTABLE PUMPING UNITS

FOR SUBMISSION TO: THE STANDING POLICY COMMITTEE ON INFRASTRUCTURE RENEWAL & PUBLIC WORKS

ORIGINAL REPORT SIGNED BY: Barry D. MacBride, P. Eng.

REPORT DATE: January 20, 2006

RECOMMENDATION(S):

1)That the purchase of portable pumping units be approved as a new capital project outside of the Capital Budget process and,

2)That funds in the amount of $250,000.00 from the 2005 Combined Sewer Renewal Project be transferred to this new project.

REPORT SUMMARY

KEY ISSUES: New Capital Projects must be approved by Council.

IMPLICATIONS OF THE RECOMMENDATION(S):

General Implications

x	None
	For the organization overall and/or for other departments
	For the community and/or organizations external to the City of Winnipeg
	Involves a multi-year contract

Comment(s):

Policy Implications

x	No
	Yes – Comment(s):

Environmental Implications

x	None
	Yes – Comment(s):

Human Resources Implications

x	No
	Yes – Comment(s):

Financial Implications

X	Within approved current and/or capital budget
	Current and/or capital budget adjustment required

Comment(s): Funds for this project are available in the 2005 Combined Sewer Renewal Project.

REPORT

REASON FOR THE REPORT:

New Capital Projects must be approved by Council.

HISTORY:

Funds in the amount of $10,750,000.00 are included in the 2005 Capital Budget for Combined Sewer Renewals, Account Distribution No. 003 181000 200652 2074001505.

DISCUSSION:

The Water and Waste Department has an inventory of portable pumping units that are used to pump out the sewer systems during high water levels along the City's Rivers to prevent the possibility of basement flooding during a rainstorm. The existing inventory of 30 pumping units, many dating back to 1950, are in need of replacement.

As a result of the high river levels during the summer of 2005 it became apparent that much of the existing equipment owned by the City of Winnipeg had reached the end of its useful life expectancy and could not be depended upon for future flood fighting activities.

The purchase of new up to date pumps will provide for reliable flood fighting equipment and also enhance the flood fighting capability of City Personnel by reducing the requirement for monitoring the pumping equipment and making them more available to attend to other flood fighting activities.

It is recommended that the purchase of portable pumping units be approved as a new Capital Project and that funds in the amount of $250,000.00 be transferred to this project from the 2005 Capital Budget – Combined Sewer Renewal Project, Account Distribution No. 003 181000 200652 2074001505. This amount of funding will allow the replacement of 4 to 5 key pumps. Further funding will be included in future Capital Budget submissions. This submission is being made outside of the budget process in order to have the pumps on site for the spring of 2006.

The Combined Sewer Renewal Project is an annual program and the reduction in the 2005 program can be made up in future years.

The financial status of the Combined Sewer Renewal Project is as follows:

Authorized Capital		$ 10,750,000.00
Amount of Previous Awards or Expenditures	$7,677,632.00	
Amount of this Recommendation	$ 250,000.00	
Total Estimated Cost	$7,927,632.00	$ 7,927,632.00
Estimated Surplus		$ 2,822,368.00

FINANCIAL IMPACT:

The following financial impact statement for this project has been prepared in accordance with the recommendation adopted by Council on December 13, 2000.

Financial Impact Statement

Date: January 16, 2006

Project Name: **First Year of Program** **2006**

APPROVAL FOR THE PURCHASE OF PORTABLE PUMPING UNITS

	2006	2007	2008	2009	2010
Capital					
Capital Expenditures Required	$ 250,000	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	250,000	-	-	-	-
Additional Capital Budget Required	$ -	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other - Enter Description Here	-	-	-	-	-
Total Funding	$ -	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ -				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ -	$ -	$ -	$ -	$ -
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ -	$ -	$ -	$ -	$ -
Less: Existing Budget Amounts	-	-	-	-	-
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: Funds for this project are included in the approved Capital Budget and are financed by the Combined Sewer Renewal Reserve.

Moira L. Geer C.A.
Manager of Finance & Administration

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IN PREPARING THIS REPORT THERE WAS CONSULTATION WITH AND CONCURRENCE BY:

THIS REPORT SUBMITTED BY:

Water and Waste Department
Engineering Division
Prepared by: John Elias C.E.T.
File No. WW/S-627

2008