Minutes – Executive Policy Committee – December 4, 2009

CAPITAL BUDGET REVIEW

Minute No. 48 Preliminary 2010 Capital Budget and 2011 to 2015 Five Year Capital Forecast File FC (2010)

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the Preliminary 2010 Annual Capital Budget and the 2011 to 2015 Five-Year Capital Forecast, as amended, and recommends to Council:

1. A. That the 2010 Capital Budget totalling $430,563,000 requiring borrowing authority of up to $105,723,000, as tabled at the Executive Policy Committee meeting on November 16, 2009, and amended by Recommendation No. 2, be approved.

   B. That total borrowing authority include up to $30,000,000 in tax supported debt for the Chief Peguis Trail – Henderson Highway to Lagimodiere Boulevard for a commissioning payment for the facility and $75,723,000 for the Sewer and Solid Waste Disposal Systems.

   C. That the 2011 to 2015 Five Year Capital Forecast as tabled at the Executive Policy Committee meeting on November 16, 2009, and amended by Recommendation No. 2, be approved in principle.

2. A. That $200,000 in 2010 for City Clerks – Security for Council Building be consolidated into the Civic Accommodations capital project Campus Area Security Upgrades.

   B. That funding for City Clerks - Office Automation totalling $600,000 from 2011 - 2015 be transferred to the Capital Investment Fund.

   C. That an Aerial Support Unit in the amount of $3.492 million be added to the 2010 Capital Budget, to be interim financed from the Equity in Capital Assets Fund with repayment in 2011, with a corresponding decrease of $3.492 million in the General Purpose Reserve in 2011, subject to new incremental funding from the Province of Manitoba for all ongoing operating costs.

   D. That capital grants be approved from the General Purpose Reserve as follows:
      i. $250,000 in 2010 for the Variety Heritage Adventure Park;
      ii. $100,000 in 2011 for the Manitoba Children's Museum; and
      iii. $50,000 in 2011 for Le Cercle Molière.

E. That the Regional and Local Streets 2011 projects – Regional Major Rehabilitation Works – Taylor Avenue Eastbound Nathaniel to Wilton and Westbound Nathaniel to Waverley be advanced to 2010 in the total amount of $3,150,000 with interim financing from the Equity in Capital Assets Fund.

F. That the Regional and Local Streets 2011 project – Local Thin Bituminous Overlay (TBO) be advanced to 2010 in the total amount of $1,000,000 with interim financing from the Equity in Capital Assets Fund.

3. That the cash to capital contribution be as follows:

Year	$ Millions
2010	65.478
2011	67.478
2012	69.478
2013	71.478
2014	73.478
2015	75.478

4. That the following prior years' tax supported capital surpluses be transferred to fund tax supported capital projects in the 2010 Capital Budget:

A. $1.645 million from the recent capital review;
B. $1.328 million from the 2008 Capital Investment Fund;
C. $0.7 million from the 2009 Innovative Capital Fund;
D. $3.3 million from the Public Works and Water and Waste Facility Consolidation Project; and
E. $2.6 million from the Police Building Replacement Project.

5. That annual lease/service payments and debt servicing costs for tax supported public private partnerships be funded annually up to a maximum of 30% of the cash to capital contribution and the federal gas tax.

6. That all other transfers from utility operations, reserves and other funds outlined in the Capital Budget be approved.

7. That the expenditure of $2.37 million be authorized for the Fare Collection System in 2010 or prior to the adoption of the 2011 Capital Budget as a first charge, in accordance with Subsection 288(2) of The City of Winnipeg Charter to allow for timely contract award and capital work.

8. That the City Solicitor/Manager of Legal Services be requested to submit the necessary borrowing by-law directly to Council.

9. That the Proper Officers of the City be authorized to do all things necessary to implement the foregoing, including the execution of any documents related thereto.

DECISION MAKING HISTORY:

Moved by Councillor Fielding,

That the Preliminary 2010 Annual Capital Budget and the 2011 to 2015 Five-Year Capital Forecast be approved, with the following amendments:

- Delete Recommendation No. 1 in its entirety and replace with the following:

    1. A. That the 2010 Capital Budget totalling $430,563,000 requiring borrowing authority of up to $105,723,000, as tabled at the Executive Policy Committee meeting on November 16, 2009, and amended by Recommendation No. 2, be approved.

    B. That total borrowing authority include up to $30,000,000 in tax supported debt for the Chief Peguis Trail – Henderson Highway to Lagimodiere Boulevard for a commissioning payment for the facility and $75,723,000 for the Sewer and Solid Waste Disposal Systems.

    C. That the 2011 to 2015 Five Year Capital Forecast as tabled at the Executive Policy Committee meeting on November 16, 2009, and amended by Recommendation No. 2, be approved in principle.

- Insert the following as a new Recommendation No. 2

    2. A. That $200,000 in 2010 for City Clerks – Security for Council Building be consolidated into the Civic Accommodations capital project Campus Area Security Upgrades.

    B. That funding for City Clerks - Office Automation totalling $600,000 from 2011 - 2015 be transferred to the Capital Investment Fund.

    C. That an Aerial Support Unit in the amount of $3.492 million be added to the 2010 Capital Budget, to be interim financed from the Equity in Capital Assets Fund with repayment in 2011, with a corresponding decrease of $3.492 million in the General Purpose Reserve in 2011, subject to new incremental funding from the Province of Manitoba for all ongoing operating costs.

    D. That capital grants be approved from the General Purpose Reserve as follows:
    i. $250,000 in 2010 for the Variety Heritage Adventure Park;
    ii. $100,000 in 2011 for the Manitoba Children's Museum; and
    iii. $50,000 in 2011 for Le Cercle Molière.

E. That the Regional and Local Streets 2011 projects – Regional Major Rehabilitation Works – Taylor Avenue Eastbound Nathaniel to Wilton and Westbound Nathaniel to Waverley be advanced to 2010 in the total amount of $3,150,000 with interim financing from the Equity in Capital Assets Fund.

F. That the Regional and Local Streets 2011 project – Local Thin Bituminous Overlay (TBO) be advanced to 2010 in the total amount of $1,000,000 with interim financing from the Equity in Capital Assets Fund,

and renumber the balance of the recommendations accordingly, and forwarded to Council.

Carried

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On December 3, 2009, the Executive Policy Committee heard representations and received submissions from the following with respect to the Preliminary 2010 Annual Capital Budget and the 2011 to 2015 Five-Year Capital Forecast, namely:

- Mark Cohoe, Bike to the Future
- Janice Lukes, Winnipeg Trails Coordinator, Winnipeg Trails Association
- Paul Hesse, Winnipeg Rapid Transit Coalition
- Nick Ternette
- Diane Doth, Executive Director and Lawrie Pollard, Capital Campaign Cabinet Chair, Manitoba's Children's Museum
- Paul McKenna, President, Le Cercle Molière
- Wayne Rogers, Executive Director, Variety, The Children's Charity of Manitoba and Dawn Bronson, Superintendent, Manitoba Field Unit, Parks Canada - Variety Heritage Adventure Park

On November 16, 2009, the Executive Policy Committee referred the Preliminary 2010 Annual Capital Budget and the 2011 to 2015 Five-Year Capital Forecast to the following budget process timetable, namely:

November 30 – December 3, 2009	Standing Policy Committees – Review
December 3, 2009	Executive Policy Committee – Delegations
December 4, 2009	Executive Policy Committee – Recommendation to Council
December 15, 2009	Council Meeting