Minute No. 64
Report – Executive Policy Committee – December 4, 2009

Item No. 1 2010 Capital Budget and 2011 to 2015 Five Year Capital Forecast
eFile FC(2010)

COUNCIL DECISION:

Council concurred in the recommendation of the Executive Policy Committee, as amended, and adopted 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.

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.

Report – Executive Policy Committee – December 4, 2009

COUNCIL DECISION (continued):

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.

Report – Executive Policy Committee – December 4, 2009

COUNCIL DECISION (continued):

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 $290,000 be authorized for the purpose of assembling land and constructing the Transcona Centennial Square public park in Downtown Transcona in 2010, subject to:

    A. The said funds being funded from the Land Operating Reserve.
    B. That the said funds being returned to the Land Operating Reserve from the future sale of land(s) in the Transcona Ward, principally the sale of all or part of the lands known as 401 Pandora Avenue West.
    C. $150,000 from existing funds previously committed to capital projects for Transcona Centennial Celebrations are now dedicated to the land assembly and construction of the Transcona Centennial Square Project.
    D. $25,000 from the Transcona Ward share of the 2010 Community Park Amenities fund being dedicated to the land assembly and construction of the Transcona Centennial Square Project.
    E. $35,000 from the Transcona Ward share of the Land Dedication Account being dedicated to the land assembly and construction of the Transcona Centennial Square Project
    F. A minimum commitment from the Province of Manitoba of $500,000 toward the Transcona Centennial Square project.
    G. The project information as set out in the Transcona BIZ Downtown Streetscape Revitalization Strategy.

10. 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.

Report – Executive Policy Committee – December 4, 2009

DECISION MAKING HISTORY:

Moved by Councillor Fielding,
That the recommendation of the Executive Policy Committee be adopted.

In amendment,

Moved by Councillor Gerbasi,
Seconded by Councillor Orlikow,

WHEREAS the 2005 Rapid transit Task Force recommended construction of Phase One and Two of the Southwest Rapid Transit Corridor;

AND WHEREAS the Province has agreed to 50/50 funding of the capital costs of Rapid Transit in the 2007 Climate Change and Emissions Reduction Act (Bill 15);

AND WHEREAS there is a population of 40,000 students, a potential new stadium being built at the U of M, and a significant new residential development in the south of the City (Waverly West);

AND WHEREAS Phase One of the Southwest Corridor is expected to be complete by 2011;

AND WHEREAS many projects in the forecasted capital budget are contingent on funding from other levels of government which are negotiated at a future time (water and waste projects, Assiniboine Park);

AND WHEREAS the total project cost of Phase Two is estimated to be $189 million, intended to be cost-shared by the three levels of government on a 1/3 basis;

THEREFORE BE IT RESOLVED that Phase Two of the Southwest Rapid Transit Corridor be included in future capital budget forecasts from 2012 to 2014 and that the Capital budget be amended by adding the cost per year of $63 million (with the city's portion being 21 million per year) for the three years commencing with 2012.

Report – Executive Policy Committee – December 4, 2009

DECISION MAKING HISTORY (continued):

In amendment,

Moved by Councillor Swandel,
Seconded by Councillor Steeves,

WHEREAS Bus Rapid Transit (BRT) and sewage treatment upgrades are both environmentally sustainable projects;

AND WHEREAS leading scientists in the sewage treatment field believe that the nitrogen removal of sewage treatment does not provide a positive cost/benefit;

AND WHEREAS the leading scientist in the field believes that nitrogen removal it will have a negative impact on Lake Winnipeg;

AND WHEREAS BRT does have a positive cost benefit ratio;

AND WHEREAS the City and the Province are committed to BRT as part of environmental sustainability in Winnipeg;

AND WHEREAS it is the citizens who pay the utility rates and both the property tax and bus fares in the City;

THEREFORE BE IT RESOLVED that contingent upon the elimination of the requirement to provide nitrogen removal from our sewage treatment projects that the City commit to spending $250 million on Bus Rapid Transit starting in 2012;

AND BE IT FURTHER RESOLVED that the Capital Budget be amended accordingly.

Moved by Councillor Wyatt,

That Rule 27 of the Procedure By-law be suspended to consider a third amendment to the item concurrently.

Carried

Report – Executive Policy Committee – December 4, 2009

DECISION MAKING HISTORY (continued):

In amendment,

Moved by Councillor Wyatt,
Seconded by Councillor Pagtakhan,

WHEREAS the community of Transcona celebrates its centennial year in 2011;

AND WHEREAS the Transcona Business Improvement Zone, working with the community and members of the Winnipeg Public Service, developed the Transcona BIZ Downtown Streetscape Revitalization Strategy that calls for the creation of the Transcona Centennial Square in Downtown Transcona;

AND WHEREAS the Transcona Centennial Square is an integral part of the revitalization strategy and to the 100th anniversary celebration of the community of Transcona;

THEREFORE BE IT RESOLVED that Council amend the Preliminary 2010 Annual Capital Budget to add $290,000 for the purpose of assembling land and constructing the Transcona Centennial Square public park in Downtown Transcona in 2010, subject to:

1. A. The said funds being funded from the Land Operating Reserve.
   B. That the said funds being returned to the Land Operating Reserve from the future sale of land(s) in the Transcona Ward, principally the sale of all or part of the lands known as 401 Pandora Avenue West.
   C. $150,000 from existing funds previously committed to capital projects for Transcona Centennial Celebrations are now dedicated to the land assembly and construction of the Transcona Centennial Square Project.
   D. $25,000 from the Transcona Ward share of the 2010 Community Park Amenities fund being dedicated to the land assembly and construction of the Transcona Centennial Square Project.
   E. $35,000 from the Transcona Ward share of the Land Dedication Account being dedicated to the land assembly and construction of the Transcona Centennial Square Project
   F. A minimum commitment from the Province of Manitoba of $500,000 toward the Transcona Centennial Square project.
   G. The project information as set out in the Transcona BIZ Downtown Streetscape Revitalization Strategy.

2. 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.

Report – Executive Policy Committee – December 4, 2009

DECISION MAKING HISTORY (continued):

Moved by Councillor Wyatt,
That Rule 7(1) of the Procedure By-law be suspended to allow Council sit beyond 12:00 o'clock noon to complete its deliberations.

Carried

The amendment proposed by Councillors Wyatt and Pagtakhan was put.

Councillor Gerbasi called for the yeas and nays, which were as follows:

Yea: His Worship Mayor Katz, Councillors Browaty, Clement, Fielding, Gerbasi, Nordman, Orlikow, O'Shaughnessy, Pagtakhan, Smith, Steeves, Thomas, Vandal, Wyatt and Lazarenko. 15

Nay: Councillors Swandel. 1

and the amendment proposed by Councillors Wyatt and Pagtakhan was declared carried.

The amendment proposed by Councillors Swandel and Steeves was put.

Councillor Gerbasi called for the yeas and nays, which were as follows:

Yea: Councillors Browaty, Nordman, Orlikow, Steeves, Swandel and Wyatt. 6

Nay: His Worship Mayor Katz, Councillors Clement, Fielding, Gerbasi, O'Shaughnessy, Pagtakhan, Smith, Thomas, Vandal and Lazarenko. 10

and the amendment proposed by Councillors Swandel and Steeves was declared lost.

Report – Executive Policy Committee – December 4, 2009

DECISION MAKING HISTORY (continued):

The amendment proposed by Councillors Gerbasi and Orlikow was put.

Councillor Gerbasi called for the yeas and nays, which were as follows:

Yea: Councillors Gerbasi, Orlikow, Smith, Thomas, Vandal and Wyatt. 6

Nay: His Worship Mayor Katz, Councillors Browaty, Clement, Fielding, Nordman, O'Shaughnessy, Pagtakhan, Steeves, Swandel and Lazarenko. 10

and the amendment proposed by Councillors Gerbasi and Orlikow was declared lost.

The motion to adopt the item, as amended, was put.

His Worship Mayor Katz called for the yeas and nays, which were as follows:

Yea: His Worship Mayor Katz, Councillors Browaty, Clement, Fielding, Nordman, Orlikow, O'Shaughnessy, Pagtakhan, Steeves, Swandel, Vandal, Wyatt and Lazarenko. 13

Nay: Councillors Gerbasi, Smith and Thomas. 3

and the motion for adoption of the item, as amended was declared carried.

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On December 4, 2009, the Executive Policy Committee concurred in the Preliminary 2010 Annual Capital Budget and the 2011 to 2015 Five-Year Capital Forecast, 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.

Report – Executive Policy Committee – December 4, 2009

DECISION MAKING HISTORY (continued):

EXECUTIVE POLICY COMMITTEE RECOMMENDATION (continued):

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,

Report – Executive Policy Committee – December 4, 2009

DECISION MAKING HISTORY (continued):

EXECUTIVE POLICY COMMITTEE RECOMMENDATION (continued):

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

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