Agenda - Council - July 21, 2010

Report - Standing Policy Committee on Finance - July 8, 2010

Item No. 2 McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project (Charleswood-Tuxedo Ward) eFile SC-3.11(31)

STANDING COMMITTEE RECOMMENDATION:

On July 14, 2010, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Finance and submits the following to Council:

1. That the McGillivray Boulevard - Waverley Street to Columbia Drive Widening Project budget be amended from $15,180,000.00 to $15,721,459.00.

2. That the approved 2008 Capital Budget amount for the McGillivray Boulevard Project be amended to include the transfer of funds, the additional Developer Funds, in the amount of $541,459.00 after they are deposited in the Future Services Account.

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

Report - Standing Policy Committee on Finance - July 8, 2010

DECISION MAKING HISTORY:

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On July 8, 2010, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Finance and submitted the matter to Council.

STANDING COMMITTEE RECOMMENDATION:

On July 8, 2010, the Standing Policy Committee on Finance concurred in the recommendation of the Winnipeg Public Service and submitted the matter to the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

TITLE: MCGILLIVRAY BOULEVARD – WAVERLEY STREET TO COLUMBIA DRIVE WIDENING PROJECT

Critical Path: STANDING COMMITTEE ON FINANCE - EXECUTIVE POLICY COMMITTEE - COUNCIL

AUTHORIZATION

Author	Department Head	CFO	CAO
L.P. Deane, P.Eng Manager of Engineering	B.W. Sacher, P. Eng. Director of Public Works	J Ferrier, Acting CFO	A Robinson, Acting for CAO

RECOMMENDATIONS

1. That the McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project budget be amended from $15,180,000.00 to $15,721,459.00.

2. That the approved 2008 Capital Budget amount for the McGillivray Boulevard Project be amended to include the transfer of funds, the additional Developer Funds, in the amount of $541,459.00 after they are deposited in the Future Services Account.

REASON FOR THE REPORT

Council approval is required to increase the Capital Budget for a Capital Project.

IMPLICATIONS OF THE RECOMMENDATIONS

The Developer Funding included in the 2007 and 2008 Capital for the McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project collected to date totals $2,360,459.47. These funds have been deposited in the Future Services Account.

The additional Developer Funding is required to complete the McGillivray Boulevard – Waverley Street to Columbia Drive Project due to increased costs associated with property acquisition, relocation works on the properties required, and an additional traffic signal on McGillivray west of Kenaston Boulevard.

HISTORY

The 2007 Capital Budget adopted by Council on January 25th, 2007 included Developer Funding for McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project in the amount of $1,500,000.00.

The 2008 Capital Budget adopted by Council on December 18th, 2007 includes additional funding for the McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project in

the amount of $13,680,000.00. This included Developer Funding in the amount of $319,000.00. On April 29, 2009 Council confirmed the expropriation of the required properties for the McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project. This project includes the widening and rehabilitation of McGillivray Boulevard from 300m West of Columbia Drive to Waverley Street and includes a multiuse path.

The McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project also includes the extension of the multiuse path east of Waverley Street to Pembina Highway.

The project budget for the McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project was a Class 4 estimate and did not include sufficient funding for costs associated with the acquisition of the required lands, such as on-site removal of underground storage tanks and roadway relocations on the properties. In addition, a traffic signal was added to the project West of Kenaston Boulevard. The funding shortfall is estimated to be $541,459.00.

The additional Developer Funding that has been collected must be transferred to the McGillivray Boulevard – Waverley Street to Columbia Drive Widening Project to provide adequate funds to complete the Project.

FINANCIAL IMPACT

Financial Impact Statement **Date:** June 15, 2010

Project Name: **First Year of Program** **2008**

MCGILLIVRAY BOULEVARD - WAVERLEY STREET TO COLUMBIA DRIVE WIDENING PROJECT

	2008	2009	2010	2011	2012
Capital					
Capital Expenditures Required	$ 5,011,219	$ 8,388,570	$ 2,321,670	$ -	$ -
Less: Existing Budgeted Costs	5,011,219	8,388,570	1,780,211	-	-
Additional Capital Budget Required	$ -	$ -	$ 541,459	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other - Developer Funding	-	-	541,459	-	-
Total Funding	$ -	$ -	$ 541,459	$ -	$ -
Total Additional Capital Budget Required	$ 541,459				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ 467,635	$ 1,336,100	$ 1,336,100	$ 1,336,100	$ 1,336,100
Less: Incremental Revenue/Recovery	145,958	303,740	249,144	-	-
Net Cost/(Benefit)	$ 321,677	$ 1,032,360	$ 1,086,956	$ 1,336,100	$ 1,336,100
Less: Existing Budget Amounts	321,677	1,032,360	1,086,956	1,336,100	1,336,100
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: Developer Funding for McGillivray currently collected by Planning, Property and Development is $2,360,449.47. The direct costs include the Debt and Finance charges applicable to the City's internal funded portion of this project. The existing 2007 and 2008 Capital Budget for this projects totals $15,180,000.

"Original Signed by D. Stewart, CA"
Manager of Finance & Administration

CONSULTATION

In preparing this Report there was consultation with:

The City of Winnipeg, Planning, Property and Development Department.

SUBMITTED BY

Department	Public Works Department
Division	Engineering Division
Prepared by:	F. W. Corey, P. Eng. (986-5057)
Processed by:	J. Curti (986-6348)
Date:	June 15, 2010
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