Agenda – Executive Policy Committee – December 8, 2010

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – November 16, 2010 adjourned to November 23, 2010

Item No. 6 2010 Active Transportation Infrastructure Stimulus Project

STANDING COMMITTEE RECOMMENDATION:

On November 23, 2010, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the recommendation of the Winnipeg Public Service and submits the following to Council:

1. That the transfer of $958,000 from the Kenaston Underpass Project (project #1805000703) into the Active Transportation - Infrastructure Stimulus Program (AT-ISP) (project #1832000410) be approved.

2. That an expenditure of $2,000,000 be authorized for Active Transportation – Infrastructure Stimulus Program (AT-ISP) 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 and that this amount be included as an increase to the Department's 2011 Active Transportation Facilities program and that the increase of the $2,000,000 additional capital budget amount in 2011 be funded from the Public Works Department's Non-specified Capital Account or another source of funding to be identified in the 2011 Capital Budget development process.

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 – December 8, 2010

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – November 16, 2010 adjourned to November 23, 2010

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On November 23, 2010, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the recommendation of the Winnipeg Public Service and submitted the matter to the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

Title:

Issue: **2010 ACTIVE TRANSPORTATION INFRASTRUCTURE STIMULUS PROJECT**

Critical Path: **STANDING POLICY COMMITTEE ON INFRASTRUCTURE RENEWAL AND PUBLIC WORKS – EPC – COUNCIL**

AUTHORIZATION

Author	Department Head	CFO	CAO
L. P. Deane, P. Eng. Manager of Engineering	B.W. Sacher, P. Eng., Director of Public Works	n/a	M. Ruta Acting CAO

RECOMMENDATIONS

1. That the Standing Policy Committee on Infrastructure Renewal and Public Works approve the transfer of $958,000 from the Kenaston Underpass Project (project #1805000703) into the Active Transportation - Infrastructure Stimulus Program (AT-ISP) (project #1832000410).

2. That an expenditure of $2,000,000 be authorized for Active Transportation – Infrastructure Stimulus Program (AT-ISP) 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 and that this amount be included as an increase to the Department's 2011 Active Transportation Facilities program and that the increase of the $2,000,000 additional capital budget amount in 2011 be funded from the Public Works Department's Non-specified Capital Account or another source of funding to be identified in the 2011 Capital Budget development process.

REASON FOR THE REPORT

Approval of the Standing Policy Committee on Infrastructure Renewal and Public Works is required to transfer funds from the Kenaston Underpass Project (project #1805000703) into the Active Transportation – Infrastructure Stimulus Program (AT-ISP) (project #1832000410). Council approval is required for a first charge for an expenditure of capital funds prior to the adoption of the capital budget.

IMPLICATIONS OF THE RECOMMENDATIONS

Approval of the additional funding for Active Transportation – Infrastructure Stimulus Fund projects is required for cost over expenditures and those expenditures that are non-eligible for recovery from the Federal and Provincial portions of the program and to allow the awarding of the remaining contracts under the Active Transportation Infrastructure Stimulus Program approved in the 2010 Adopted Capital Budget.

The increase of the $2,000,000 additional capital budget amount in 2011 will be funded from the Public Works Department's Non-specified Capital Account or another source of funding to be identified in the 2011 Capital Budget development process.

Program funding rules prohibit transfer of Federal and/or Provincial funds between the individual projects.

HISTORY

a) In December of 2009, Winnipeg City Council approved in the 2010 Adopted Capital Budget $20.413 million in funding to improve the active transportation network throughout the city. Channeled through the Active Transportation – Infrastructure Stimulus Program (AT-ISP), this funding comes from three levels of government with the City, Province and Federal governments contributing equally to the program. The program provides capital funding for 37 Active Transportation projects that range from multi-use pathways to bike boulevards. To date contracts have been awarded for 32 projects and work has either been completed or will be completed on all of them. In the award of contract for the first 32 projects, there are both eligible and ineligible costs for cost sharing. The total award amount for all of these projects was $17.3 million.

b) The eligible costs are those costs that the other two levels of government will reimburse the City its incurred costs to a maximum of $13.608 million. Within the awarded contracts, approximately
$14.2 million are eligible costs and approximately $3.1 million are ineligible costs. Ineligible costs are those costs that are above the approved individual project budgets as well as internal City overhead costs charged to the projects at the time of award.

c) Within the 32 awarded projects, there were additional ineligible costs. These costs were those incurred beyond their approved individual project budget or were internal City of Winnipeg costs which are not considered eligible. Examples of incurred costs were for Manitoba Hydro services, City of Winnipeg Traffic Services, City of Winnipeg Traffic Signals, property costs, additional engineering consultant costs and contract over expenditures. The total of the additional ineligible costs amount to approximately $2.4 million.

d) There are 5 projects that were tendered but not awarded because of insufficient funds remaining in the City's portion of the approved AT-ISP budget and additional tenders that have not been awarded but that need to be added to the existing awarded projects where additional work has been identified as necessary. These tenders total approximately $1.72 million. Of the $1.72 million, approximately $1.28 million would be deemed eligible costs and approximately $0.44 million would be deemed ineligible costs. The AT-ISP has a deadline of March 31, 2011. If the completion date is not extended, then the identified eligible costs would become the responsibility of the City. Of the $1.72 million, there is approximately $476,000 required to complete existing projects to satisfy easement agreements and to properly complete them.

e) The 5 projects that were tendered but have not yet been awarded are:
Bannatyne/McDermot, Seine River, Ellice/St. Matthews, Sherbrook/Maryland and Omand's Creek. Those projects that require additional work to satisfy easement agreements and to properly complete them are Silver Avenue, Moray and Sherwin Road.

f) Within the 32 awarded projects, some were under their approved budget. The surplus City funds amount to approximately $1.6 million and those funds can be moved between projects.

g) The Standing Policy Committee on Infrastructure Renewal and Public Works, at its meeting of May 11th, 2010, approved the transfer of $1.39 million of additional funding for the AT-ISP.
h) The projected funding shortfall in the AT-ISP is approximately $2.958 million.
i) There is $958,000 being proposed to be transferred from the Kenaston Underpass project. It is important to note that there are still unresolved land acquisition issues with the Federal Government for this project as it relates to the former Kapyong Barracks. The resolution of these land issues is uncertain at this time and may be on-going for some period of time. The Kenaston Underpass is occupying lands from the former Kapyong Barracks and the use of these lands is subject to an annual renewal agreement with the Federal Government until the land issues are resolved. When the final costs for the outstanding land acquisitions are determined, the Public Works Department will budget for the required funds in a future capital budget.
j) Supplementing the approved AT-ISP budget is necessary to cover additional ineligible costs under the funding agreement, to award contracts for the 5 outstanding projects, to award contracts for ancillary work that needs to be added to existing contracts, and to provide funds for those contracts that have been over expended.
k) A status summary of the AT-ISP is appended as Appendix 1.

FINANCIAL IMPACT

Financial Impact Statement

Date: November 18, 2010

Project Name:

2010 Active Transportation Infrastructure Stimulus Project

First Year of Program **2010**

	2010	2011	2012	2013	2014
Capital					
Capital Expenditures Required	$ 2,088,000	$ 870,000	$ -	$ -	$ -
Less: Existing Budgeted Costs	958,000	-	-	-	-
Additional Capital Budget Required	$ 1,130,000	$ 870,000	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other - Departmental Non-Specified Capital	1,130,000	870,000	-	-	-
Total Funding	$ 1,130,000	$ 870,000	$ -	$ -	$ -
Total Additional Capital Budget Required	$ 2,000,000				
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: The Existing Budgeted Costs amount above includes the requested budget transfer of $958,000 from the Kenaston Underpass Project (project #1805000703). The 2011 Additional Capital Budget Required of $2,000,000 is the requested first charge on the Public Works Department's 2011 Active Transportation Facilities capital budget. The additional capital will be funded from the Public Works Department's Non-Specified Capital Account or another source of funding to be determined during the Capital Budget development process.

"Original Signed by D. Stewart, CA"

Department Controller

CONSULTATION

In preparing this Report there was consultation with:

SUBMITTED BY

Department	Public Works
Division	Engineering
Prepared by	W. M. Woroby, P. Eng 794-4346
Processed by:	K. Ross 986-4011
Date:	November 19, 2010
File No.	10-E-01
File Name:	L:\Admin\Reports 2010\B. Woroby\November\2010 Active Transportation Action Plan Report Nov 1 10.doc

Attachments: Appendix 1



ATISP Completion Status.xls

ATISP Project Status
As of November 10, 2010

Completed Projects (19)

Fleet/Warsaw
Harrow (Other than the traffic signals installation at Academy)
Jubilee
Grosvenor
Hay St.
Charles/Flora
Machray
Pritchard
Brazier/Roch
Dukota/Dunkirk 1 (Warde Ave to Bishop Grandin)
York Ave.
St. Mary Ave.
Archibald
Pandora
Wilkes
Waverley
Somerville/Seel
Moray St.
Sherwin Road

Projects in Process of Being Completed (12)

Alexander/Pacific
Eugenie/Des Meurons
Nassau
Kildonan Golf Course
Assiniboine Ave.
Dakota/Dunkirk 2 (Bishop Grandin to Fermor)
Berry St.
Dugald Road
Transcona Trail 1 (Regent to Day St.)
Transcona Trail 2 (Day St. to Perimeter Hwy)
Silver Ave.
Bison Drive

Projects Pending Further Public Cosultation/ Property Approvals/Other Approvals (6)

Bannatyne McDermot
Seine River
Sherbrook/Maryland
St. Matthews
Omands Park