Agenda – Executive Policy Committee – April 20, 2011

REPORTS

Item No. 9 Consolidation and Amendment - Capital Project and/or Program Budgets - Linden Woods Community Centre Gymnasium Project (River Heights-Fort Garry Ward)

WINNIPEG PUBLIC SERVICE RECOMMENDATION:

1. That Council approves the reallocation of various capital project/program funding sources related to the Linden Woods Community Centre Gymnasium Project as laid out in this report (see Appendix 1).

2. Subject to the approval of Recommendation #1, that the budget for the Linden Woods Community Centre Gymnasium Project be increased from $1,560,000 to $2,750,000 to reflect the approval of $961,011 in funding through the Recreational Infrastructure Program (RInC) and a contribution of $228,989 from the Linden Woods Community Centre.

ADMINISTRATIVE REPORT

Title: Consolidation and Amendment of Council Approved Capital Project and/or Program Budgets related to the Linden Woods Community Centre Gymnasium Project.

Critical Path: Executive Policy Committee - Council

AUTHORIZATION

Author	Department Head	CFO	CAO
M. McGinn	D. Joshi	M Ruta o/b A.CFO	M Ruta A/CAO

RECOMMENDATIONS

1. That Council approves the reallocation of various capital project/program funding sources related to the Linden Woods Community Centre Gymnasium Project as laid out in this report (see Appendix 1).

2. Subject to the approval of Recommendation #1, that the budget for the Linden Woods Community Centre Gymnasium Project be increased from $1,560,000 to $2,750,000 to reflect the approval of $961,011 in funding through the Recreational Infrastructure Program (RInC) and a contribution of $228,989 from the Linden Woods Community Centre.

REASON FOR THE REPORT

Council approval is required to amend capital budgets.

IMPLICATIONS OF THE RECOMMENDATIONS

- No additional funding is being requested as this report simply recommends the consolidation of existing Council-approved capital budgets and increases in the project budgets where incremental funding from other sources has been secured.
- The capital *program* budgets to be consolidated are being expended for the purposes for which they were approved by Council; consolidation within capital *project* budgets simply

makes accounting for and reporting on the financial status of the project less complex and more transparent.

- Consolidation of budgets (and actual amounts spent to-date) will enable the Public Service to more effectively and efficiently track progress on, and the final cost of, the project.
- Consolidation of budgets will also enable the expenditure of funding provided through the RInC program and the Community Centre.

HISTORY

The Linden Woods Community Centre Gymnasium Project ("the project") involves an addition to the existing community centre of approximately 9,700 S.F., which includes a full size gymnasium, office, kitchen, universal washrooms, mechanical & storage rooms and entry vestibule.

In January 2010 the General Council of Winnipeg Community Centres (GCWCC) approached the Municipal Accommodations Division of the Planning, Property and Development Department to administer the construction of the gymnasium addition project.

The project funding sources consist of multiple Council-approved capital projects and programs within the capital budgets of the Planning, Property and Development Department as well as the Land Dedication Reserve Fund and the Community Incentives Grant Program (see Appendix 1). The number of funding sources involved makes accounting for and reporting on the project more cumbersome and complex than it needs to be. Also, incremental funding for the project has been secured from the other two levels of government under the RInC program, as well as a contribution from the Community Centre.

Consolidation of the multiple funding sources will enable the Winnipeg Public Service, once the project is complete, to better answer the question "What were the total costs of the project?" The answer to this seemingly simple question can be convoluted when the funding sources are widely distributed. Consolidation would also facilitate improved project management and administration as Project Manager(s) would be accountable for one project budget rather than numerous different ones and this would simplify the tracking of costs-to-date versus available budget.

FINANCIAL IMPACT

Financial Impact Statement **Date:** April 14, 2011

Project Name: **First Year of Program** 2011

Consolidation and Amendment of Council Approved Capital Project and/or Program Budgets related to the Linden Woods Community Centre Gymnasium Project.

	2011	2012	2013	2014	2015
Capital					
Capital Expenditures Required	$ 2,750,000				
Less: Existing Budgeted Costs	1,560,000				
Additional Capital Budget Required	$ 1,190,000	$ -	$ -	$ -	$ -
Funding Sources:					
Grants (RInC)	$ 961,011				
Other - Com. Ctr Contribution	228,989				
Total Funding	$ 1,190,000	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ 1,190,000				
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:

See Appendix 1 for details. Note that applicable debt and finance charges have not been included in this analysis due to their immaterial nature.

"Original Signed By"
Mike McGinn, CA
Manager of Finance

CONSULTATION

In preparing this report there was consultation with:

n/a

SUBMITTED BY

Department: Planning, Property and Development
Division: Financial Services
Prepared by: Kelly Lemoine
Date: April 15, 2011
File No.

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APPENDIX 1

Capital Program # / Funding Source	Description	Council-Approved Budget	Portion Related to Linden Woods C.C.
6399000309	Community Centre Investment Fund	1,000,000	1,000,000
6390000111	First Charge on 2011 PP&D Capital-Community Centre Refurbishment & Improvement	910,000	410,000
210-543010-638010-63163	Land Dedication Reserve Fund	100,000	100,000
6251000110	Community Incentive Grant Program	50,000	50,000
		2,060,000	1,560,000
Incremental **Funding Sources to be Consolidated Subject to Approval by Council:**			
n/a	Recreational Infrastructure Canada (RInC) Program	961,011	961,011
n/a	Contribution from Linden Woods Community Centre	228,989	228,989
		1,190,000	1,190,000
Total Funding		**3,250,000**	**2,750,000**

******Subject to Council Approval of Recommendations 1 and 2, the various funding sources would be consolidated into 6399000309**