Minutes – Executive Policy Committee – June 6, 2012

Minute No. 283
Report – Standing Policy Committee on Infrastructure Renewal and Public Works – May 29, 2012

Item No. 2 Extension of Route 44 Grey - Transit Service (Transcona Ward)

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works and submits the following to Council:

1. That effective Sunday, September 2, 2012, Route 44 Grey service be extended to Kildonan Place to provide transit service coverage in the growing southern portion of Harbour View South - Concordia East area.

2. That an additional appropriation be made from Transit Retained Earnings to the 2012 operating budget of the Transit Department to include provision for increased revenues of $88,000 and increased operating costs of $147,000 for a net annual impact of $59,000.

3. That the annual operating budget of the Transit Department for 2013 and later years include provision for increased revenues of $264,000 and increased operating costs of $440,000, for a net annual impact of $176,000.

4. That in 2012, the staff establishment for the Transit Department be increased by 5 bus operators for operation of the additional service.

5. 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 Infrastructure Renewal and Public Works – May 29, 2012

DECISION MAKING HISTORY:

Moved by Councillor Vandal,

That the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works be concurred in and forwarded to Council.

Carried

STANDING COMMITTEE RECOMMENDATION:

On May 29, 2012, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the recommendation of the Winnipeg Public Service and submitted the matter to Council.

ADMINISTRATIVE REPORT

Title: ***Extension of 44 GREY Transit Service***

Critical Path: **SPC on Infrastructure Renewal and Public Works – EPC - Council**

AUTHORIZATION

Author	Department Head	CFO	CAO
Bjorn Radstrom	Dave Wardrop	P. Olafson, Corporate Controller	D. Joshi, COO

RECOMMENDATIONS

1. That, effective Sunday, September 2nd, 2012, the 44 GREY service be extended to Kildonan Place to provide transit service coverage in the growing southern portion of Harbour View South – Concordia East area.

2. That an additional appropriation be made from Transit Retained Earnings to the 2012 operating budget of the Transit Department to include provision for increased revenues of $88,000 and increased operating costs of $147,000, for a net annual impact of $59,000.

3. That the annual operating budget of the Transit Department for 2013 and later years include provision for increased revenues of $264,000 and increased operating costs of $440,000, for a net annual impact of $176,000.

4. That in 2012, the staff establishment for the Transit Department be increased by 5 bus operators for operation of the additional service.

REASON FOR THE REPORT

Changes in transit routings require approval by the SPC on Infrastructure Renewal and Public Works.

Increases in department staff establishments require approval by Council.

IMPLICATIONS OF THE RECOMMENDATIONS

Financial Implications

( ) Within approved current and/or capital budget
(X) Current and/or capital budget adjustment required

The recommended extension of Route 44 is estimated to increase annual operating costs by $440,000, offset by annual revenues of $264,000 (including increased passenger revenue and increased funding from the Province based on Transit's cost sharing agreement with the Province), for a net annual impact to Transit of $176,000.

The extended service will require the addition of 5 bus operator FTEs (full time equivalent positions) to the establishment of the Transit Department.

HISTORY

At present, the 44 GREY service terminates in the northern part of Harbour View South at a bus loop at Concordia Avenue East & Filbert. Although a significant level of new development has occurred in the southern part of Harbour View South adjacent to Concordia Avenue East, it has not been possible to extend transit service due to the lack of streets built to a standard to support the operation of transit buses. The developer has committed to the completion of the required street works by the end of August 2012.

Consequently, it is recommended that the 44 GREY service be extended through the Concordia Avenue East area to Kildonan Place. This route extension will provide residents of Harbour View South and of Valley Gardens/Elmwood with direct transit service to Kildonan Place as well as to downtown.

FINANCIAL IMPACT

Financial Impact Statement

Date: May 14, 2012

Project Name:

First Year of Program 2012

44 Grey Transit Service

	2012	2013	2014	2015	2016
Capital					
Capital Expenditures Required					
Less: Existing Budgeted Costs					
Additional Capital Budget Required	$ -	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal					
Debt - External					
Grants (Enter Description Here)					
Reserves, Equity, Surplus					
Other - Enter Description Here					
Total Funding	$ -	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ -				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ 147,000	$ 440,000	$ 448,800	$ 457,800	$ 466,900
Less: Incremental Revenue/Recovery	88,000	264,000	269,300	274,700	280,200
Net Cost/(Benefit)	$ 59,000	$ 176,000	$ 179,500	$ 183,100	$ 186,700
Less: Existing Budget Amounts					
Net Budget Adjustment Required	$ 59,000	$ 176,000	$ 179,500	$ 183,100	$ 186,700

Additional Comments:

The recommended extension of Route 44 is estimated to increase annual operating costs by $440,000, offset by annual revenues of $264,000 (including increased passenger revenue and increased funding from the Province based on Transit's cost sharing agreement with the Province), for a net annual impact to Transit of $176,000. Amounts for 2014 - 2016 have been increased by 2% per year for inflation.

The extended service will require the addition of 5 bus operator FTEs (full time equivalent positions) to the establishment of the Transit Department.

Original Signed By:
Tanis Yanchishyn, CA
Manager of Finance & Administration

CONSULTATION

In preparing this report there was consultation with:

Councillor Wyatt
Corporate Support Services

SUBMITTED BY

Department	Transit
Division	Service Development
Prepared by:	Bjorn Radstrom
Date:	2012-05-14
File No.	0501-00

Figure 1 – 44 Grey

