Agenda - Executive Policy Committee – December 5, 2012

Report - Standing Policy Committee on Infrastructure Renewal and Public Works – November 26, 2012

Item No. 6 First Charge on the 2013 Capital Budget - 2013 Regional, Local Streets and Waterways and Grade Separation Program

STANDING COMMITTEE RECOMMENDATION:

On November 26, 2012, 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 authorization be granted for expenditures of up to $24,740,300 in 2012 or prior to the adoption of the 2013 Capital Budget, as a first charge against the General Capital Fund, in accordance with Subsection 288(2) of the City of Winnipeg Charter, to allow award of various engineering consultant assignments and contracts for utility revisions necessary to ensure timely delivery of projects associated with the 2013 Regional, Local Streets and Waterway Crossing and Grade Separation Programs.

2. 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 5, 2012

Report - Standing Policy Committee on Infrastructure Renewal and Public Works – November 26, 2012

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On November 26, 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 the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

Title: **REQUEST FOR FIRST CHARGE AGAINST THE 2013 REGIONAL, LOCAL STREETS AND WATERWAYS AND GRADE SEPARATION PROGRAMS**

Issue: **AUTHORIZATION FOR EXPENDITURES ON THE 2013 CAPITAL BUDGET AS FIRST CHARGE RELATED TO THE REGIONAL AND LOCAL STREETS AND WATERWAYS AND GRADE SEPARATION PROGRAMS**

Critical Path: **Standing Policy Committee on Infrastructure Renewal and Public Works, Executive Policy Committee and Council**

AUTHORIZATION

Author	Department Head	CFO	CAO
L. Deane, P. Eng.	B.W. Sacher, P.Eng.	M. Ruta	D. Joshi COO

RECOMMENDATIONS

That authorization be granted for expenditures of up to $24,740,300 in 2012 or prior to the adoption of the 2013 Capital Budget, as a first charge against the General Capital Fund, in accordance with Subsection 288(2) of the City of Winnipeg Charter, to allow award of various engineering consultant assignments and contracts for utility revisions necessary to ensure timely delivery of projects associated with the 2013 Regional, Local Streets and Waterway Crossing and Grade Separation Programs.

REASON FOR THE REPORT

Council approval is required for a first charge for an expenditure of capital funds prior to the adoption of the 2013 capital budget.

IMPLICATIONS OF THE RECOMMENDATIONS

The authorization requires a first charge on the 2013 Annual Program Capital Budgets to allow the award of contracts prior to the adoption of the 2013 Capital budget, in accordance with Subsection 288(2) of The City of Winnipeg Charter.

HISTORY

On December 13, 2011, Council adopted the 2012 Capital Budget and 2013-2017 Five Year Forecast. The 2013 Forecast includes $32,777,000 for the Regional and Local Street Renewal Program. The Forecast for Waterway Crossing and Grade Separation projects includes $1,000,000 for the CN Mainline Grade Separation; $700,000 for St. James Street Bridge (Omand's Creek); and $500,000 for the Portage Avenue Bridge (Sturgeon Creek).

Timely delivery of roadway and grade separation projects requires early procurement of engineering consultant services and revisions and relocations of utilities. The Department is currently advertising engineering consultant assignment opportunities for 2012-2013 based on the 5 year Capital program adopted in the 2012 Capital Budget.

Delays in awarding engineering consultant contracts may lead to significant delays in the Department's ability to advertise and award construction contracts necessary for the delivery of the 2013 Regional, Local Streets and Waterway Crossing and Grade Separation Programs. This in turn may result in failure to deliver some projects proposed for 2013.

FINANCIAL IMPACT

Financial Impact Statement **Date:** November 20, 2012

Project Name: **First Year of Program** **2012**

REQUEST FOR FIRST CHARGE AGAINST THE 2013 REGIONAL, LOCAL STREETS AND WATERWAYS AND GRADE SEPARATION PROGRAMS

	2012	2013	2014	2015	2016
Capital					
Capital Expenditures Required	$ 24,740,300	$ -	$ -	$ -	$ -
Less: Existing PW Budgeted Costs	-	-	-	-	-
Additional Capital Budget Required	$ 24,740,300	$ -	$ -	$ -	$ -
Funding Sources:					
Cash to Capital	$ 9,399,624	$ -	$ -	$ -	$ -
External	-	-	-	-	-
Grants (Identify)	-	-	-	-	-
Gas Tax Reserve	9,890,676	-	-	-	-
Other-Provincial Funding	5,450,000				
Total Funding	$ 24,740,300	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ 24,740,300				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ -	$ -	$ -	$ -	$ -
Less: Incremental Revenue/Recovery	976,660	-	-	-	-
Net Cost/(Benefit)	$ (976,660)	$ -	$ -	$ -	$ -
Less: Existing Budget Amounts	-	-	-	-	-
Net Budget Adjustment Required	$ (976,660)	$ -	$ -	$ -	$ -

Additional Comments: A first charge of $24,740,300 on the 2013 Regional and Local Street Renewal Program and Waterway Crossing and Grade Separation projects is requested. The 2013 Forecast of the 2012 Adopted Capital Budget includes $32,777,000 for the Regional and Local Street Renewal Program, of which $22,140,300 is being requested as a first charge. $2,600,000 is being requested as a first charge for the following Waterway Crossing and Grade Separation projects: the CN Mainline Grade Separation, the Portage Avenue Bridge (Sturgeon Creek), and the St. James Street Bridge (Omand's Creek). The Incremental Revenue/Recovery represents Engineering Administration, Interest and Administration Overheads.

"Original Signed by D. Stewart, CA"

D. Stewart, CA

CONSULTATION

In preparing this report there was consultation with: n/a

SUBMITTED BY

Department: Public Works
Division: Engineering
Prepared by: L. P. Deane, P. Eng.
Processed by: K. Ross
Date: November 21, 2012
File Name: L:\Admin\Reports 2012\L Deane\November\First Charge 2013 Capital Report Revised Nov 21 LPD.doc

Attachment No. 1 - Summary of Projects requiring First Charge Funding

Attachment 1
Summary of Projects requiring First Charge Funding

Project	Scope	Project Budget
Portage Ave. E/B St.John's Ambulance Way to Sherburn Street	Rehabilitation	$5,350,000
Corydon Avenue Century Street N/B at Saskatchewan Ave.	Reconstruction/Rehabilitation Intersection Improvements	$2,600,000
St, Anne's Road S/B Fermor to Lavalee Lagimodiere N/B Reenders to Concordia St. Mary's Road – Coniston to Lyndale	Mill And Fill	$2,470,000
Local Streets Program	Reconstruction/Rehabilitation	$9,200,000*
Alley Reconstruction	Reconstruction	$2,520,300
		$22,140,300

Waterway Crossings and Grade Separation Projects

Project	Scope	Project Budget
Waverley CN Mainline Grade Separation	Engineering Study	$1,200,000
Portage Avenue at Sturgeon Creek	Detail Design	$700,000
St. James Oman's Creek Crossing	Detail Design	$700,000
		$2,600,000

*The 2013 Local Street Renewals budget in the 2013 to 2017 five year forecast of the 2012 adopted Capital Budget is proposed at $10,000,000. On July 18, 2012, Council approved a First Charge on the 2013 Capital Budget - Reconstruction of Furby Street - Portage Avenue to Furby Place - 2013 Local Street Renewal Program in the amount of $800,000.