Agenda - Executive Policy Committee – December 4, 2013

Moved by Councillor

That Rule 10(3) of The Procedure By-law No. 50/2007 be suspended in order that the following item, which was received less than 96 hours preceding the committee meeting, be considered by Committee.

Report - Standing Policy Committee on Property and Development – December 3, 2013

Item No. 9 Establishment of a Millennium Library Park Redevelopment Capital Budget

STANDING COMMITTEE RECOMMENDATION:

On December 3, 2013, the Standing Policy Committee on Property and Development concurred in the recommendation of the Winnipeg Public Service and submitted the following to Council:

1. That a Millennium Library Park Redevelopment capital budget be established in the amount of $387,670 as set out in this report.

2. That subject to grants received from organizations external to the City, the Public Service be authorized to increase the project budget by an amount equal to the funds contributed.

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 4, 2013

Report - Standing Policy Committee on Property and Development – December 3, 2013

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On December 3, 2013, the Standing Policy Committee on Property and Development concurred in the recommendation of the Winnipeg Public Service and submitted the matter to the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

Title: Establishment of a Millennium Library Park Redevelopment Capital Budget

Critical Path: Standing Policy Committee on Property and Development – Executive Policy Committee - Council

AUTHORIZATION

Author	Department Head	CFO	CAO
J. Kiernan	B. Thorgrimson	M. Ruta	D. Joshi A/CAO

RECOMMENDATIONS

1. That Standing Policy Committee on Property and Development recommends to Executive Policy Committee and Council the establishment of a Millennium Library Park Redevelopment capital budget in the amount of $387,670 as set out in this report.

2. That subject to grants received from organizations external to the City, the Public Service be authorized to increase the project budget by an amount equal to the funds contributed.

REASON FOR THE REPORT

Council approval is required to establish Capital Project and/or Program Budgets.

IMPLICATIONS OF THE RECOMMENDATIONS

- A capital project budget $387,670 for the Millennium Library Park Redevelopment (“the project”) will be established.
- The budget will be financed by external contributions of $217,670 from the Winnipeg Foundation, $8,000 from TD Canada Trust, plus a transfer of $162,000 from the 2012 Downtown Enhancements capital program budget.
- The contributed funds have been used for revisions, adjustments, items previously deleted from the contract to meet available funding and new project elements identified in Change Orders (CO ‘s) and Proposed Change Notices (PCN’s) identified by the consultants.
- Further funding may be received from Manitoba Hydro and/or other organizations external to the City of Winnipeg.
- No additional funding City funding is being requested as this report simply recommends the establishment of a capital project budget funded by a transfer from an existing Council-approved capital program budget and incremental funding from external sources.

HISTORY

The Millennium Library Park is a green space in the heart of downtown Winnipeg adjacent to the renovated Millennium Library. It was a major component of the Millennium Library Park & Parkade Redevelopment project, which was completed in July 2012, included the replacement of the parkade roof membrane. Throughout construction, a number of unknowns emerged including the discovery of asbestos requiring abatement. This necessitated the removal of certain items from the Park component of the project due to budget constraints.

A significant item previously excluded from the Park component of the project was plant material. The plant material was re-introduced when the Winnipeg Library Foundation received a $100,000 donation from the Winnipeg Foundation and the TD Bank provided an $8,000 grant. This $108,000 of funding was received in March 2012. An additional grant of $117,670 was received through the Winnipeg Library Foundation in September 2013. This is an “eco-action” grant from Environment Canada to support the wetlands, trees and indigenous plants in Millennium Library Park / Plaza.

The $225,670 in external funding noted above plus $162,000 from Council-approved Downtown Enhancement capital program funding was to be transferred, along with related actual expenditures, to the Millennium Library Park & Parkade Redevelopment capital project budget. In September 2013, prior to this transfer taking place, the Millennium Library Park & Parkade Redevelopment capital project budget was closed as part of the capital closure process.

In order to provide a full cost accounting of the capital project, it is recommended that a new capital project budget be established in which the $387,670 in funding and related expenditures be consolidated.

Discussions with Manitoba Hydro regarding a $20,000 contribution for green initiatives under its Forest Enhancement Program have taken place. While there is no funding commitment at present, discussions with Manitoba Hydro are ongoing and it is hoped that the contribution will yet be received.

FINANCIAL IMPACT

Financial Impact Statement

Date: October 22, 2013

Project Name:

First Year of Program **2013**

Establishment of a Millennium Library Park Capital Project Budget

	2013	2014	2015	2016	2017
Capital					
Capital Expenditures Required	$ 387,670	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	162,000	-	-	-	-
Additional Capital Budget Required	$ 225,670	$ -	$ -	$ -	$ -
Funding Sources:					
Cash-to-Capital	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants - Winnipeg Foundation	217,670	-	-	-	-
Other - Contribution from TD Canada Trust	8,000	-	-	-	-
Total Funding	$ 225,670	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ 225,670				
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 recommendation is that a Millennium Library Park capital budget be established as set out in this report. The capital budget is comprised of $162,000 from Council-approved *program* budgets and $225,670 in external contributions. No additional funding is being requested. See Appendix 1 for additional details.

"Original signed by"
Mike McGinn, CA
Manager of Finance

CONSULTATION

In preparing this report there was consultation with:

Corporate Finance

SUBMITTED BY

Department: Planning, Property and Development
Division: Financial Services
Prepared by: Mike McGinn – Manager of Finance
Date: November 22, 2013
File No.

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APPENDIX 1

MILLENNIUM LIBRARY PARK

Capital Project # / Funding Source	Description	Council-Approved Budget / Funding	Portion Related to Millennium Library Park
Funding Source to be Consolidated:			
6351800112	Downtown Enhancements	400,000	162,000
		400,000	162,000
External Contributions:			
n/a	Winnipeg Foundation		217,670
n/a	TD Canada Trust		8,000
		0	225,670
Total Project Budget		**400,000**	**387,670**