Minutes – Executive Policy Committee – June 18, 2014

Minute No. 413
Report – Standing Policy Committee on Protection and Community Services – June 13, 2014

Item No. 5 Funding Agreement between the City of Winnipeg and the Boys and Girls Clubs of Winnipeg Inc.

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Protection and Community Services and submitted the following to Council:

1. That the City of Winnipeg enter into a 5-year funding agreement totaling $118,148.00 per annum, subject to annual budget approval, retroactive to January 1, 2013 and ending December 31, 2017, with the Boys and Girls Clubs of Winnipeg Inc., for the provision of development and recreation programs for under serviced children and youth in the City of Winnipeg.

2. That authority be delegated to the Chief Administrative Officer to negotiate and approve the terms and conditions of the funding agreement with the Boys and Girls Clubs of Winnipeg Inc., in accordance with the terms and conditions set forth herein and such other terms and conditions deemed necessary by the Director of Legal Services and City Solicitor to protect the interests of the City.

3. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

Minutes – Executive Policy Committee – June 18, 2014

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DECISION MAKING HISTORY:

Moved by Councillor Mayes,

That the recommendation of the Standing Policy Committee on Protection and Community Services be concurred in and forwarded to Council.

Carried

STANDING COMMITTEE RECOMMENDATION:

On June 13, 2014, the Standing Policy Committee on Protection and Community Services concurred in the recommendation of the Winnipeg Public Service and submitted the matter to the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

Title: **Funding Agreement between the City of Winnipeg and the Boys and Girls Clubs of Winnipeg Inc.**

Critical Path: Standing Policy Committee on Protection and Community Services; Executive Policy Committee; Council

AUTHORIZATION

Author	Department Head	CFO	CAO
D. Prokopchuk	C. Wightman	M. Ruta	D. Joshi A/CAO

RECOMMENDATIONS

1. That the City of Winnipeg enter into a 5-year funding agreement totaling $118,148.00 per annum, subject to annual budget approval, retroactive to January 1, 2013 and ending December 31, 2017, with the Boys and Girls Clubs of Winnipeg Inc., for the provision of development and recreation programs for under serviced children and youth in the City of Winnipeg.

2. That authority be delegated to the Chief Administrative Officer to negotiate and approve the terms and conditions of the funding agreement with the Boys and Girls Clubs of Winnipeg Inc., in accordance with the terms and conditions set forth herein and such other terms and conditions deemed necessary by the Acting City Solicitor / Director of Legal Services to protect the interests of the City.

3. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

REASON FOR THE REPORT

The Boys and Girls Clubs of Winnipeg Inc. is requesting that the City of Winnipeg enter into a funding agreement for a further five-year term. Council approval is required for the approval of formal funding agreements.

IMPLICATIONS OF THE RECOMMENDATIONS

- *Programs being supported*

  For many years, the City of Winnipeg has provided funding to the Boys and Girls Clubs of Winnipeg Inc. In several instances the City was involved in their inception, and has been a core funder since,

along with such partners as the Province of Manitoba and other funding partners. This organization has come to rely on sustainable support from the City, and any significant changes in funding would have a critical impact on their service delivery.

Social and recreation services provided to youth at risk by this agency helps to augment existing City services. Such programs are preventative in nature and assist to enhance safety in Winnipeg.

Funding of these services aligns with policy objectives articulated in Our Winnipeg and LiveSAFE.

- *Financial*

  The term of this funding agreement will be for five years retroactive from January 1, 2013. The 2013 grant was paid in 2013, as it was approved with the adoption of the 2013 budget. The 2014 grant was approved by Council with the adoption of the 2014 budget and the first payment is scheduled to be released in April 2014. Future budget years have been projected and were included in years 2015 and 2016 of the 2014 - 2016 budget.

- *Agreement*

  The financial commitment being made by the City is subject to budgetary approval in each year.

  The Agreement will provide for reporting on an annual basis respecting this organization's finances as well as details concerning the specific programs being funded by the City.

  The Director of Community Services will act as the City's agent to terminate each agreement immediately if the organization is in default of its obligations under the agreement or if the organization becomes bankrupt or insolvent. Termination is also permitted without cause upon 90 days' notice.

HISTORY

The City of Winnipeg and the Boys and Girls Clubs of Winnipeg Inc. have entered into funding agreements in varying lengths from 1984 to 2011, to assist in the provision of community development and recreation programs to serve the needs of "at risk" children and youth in the City of Winnipeg.

In 2009 the Departmental budget was increased to $118,148 and annually approved in the same amount in subsequent years including the 2014 operating budget.

The City of Winnipeg has provided long-term funding to this organization, which has been recognized as providing demonstrable value to the City.

The Community Services Department is responsible for the ongoing evaluation of this agency and administration of the agreements, in accordance with Council adopted funding criteria.

FINANCIAL IMPACT

Financial Impact Statement

Date: May 5, 2014

Project Name:

Funding Agreement - City of Winnipeg & Boys and Girls Clubs of Winnipeg Inc.

First Year of Program **2013**

	2013	2014	2015	2016	2017
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	$ 118,148	$ 118,148	$ 118,148	$ 118,148	$ 118,148
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 118,148	$ 118,148	$ 118,148	$ 118,148	$ 118,148
Less: Existing Budget Amounts	-	-	-	-	-
Net Budget Adjustment Required	$ 118,148	$ 118,148	$ 118,148	$ 118,148	$ 118,148

Additional Comments:

The term of this funding agreement is five years retroactive from January 1, 2013. The 2013 grant was paid in 2013, as it was approved with the adoption of the 2013 budget. The 2014 grant was approved by Council with the adoption of the 2014 budget and the first payment is scheduled to be released in April 2014. Future budget years have been projected and were included in years 2015 and 2016 of the 2014 -2016 budget.

Cindy Fernandes, CMA
Manager, Finance & Administrative Services

CONSULTATION

In preparing this report there was consultation with:

- Boys and Girls Clubs of Winnipeg Inc.
- Legal Services Department
- Corporate Finance Department, Risk Management Branch
- Planning, Property and Development Department
- Public Works Department

SUBMITTED BY

Department:	Community Services
Division:	Community Development and Recreation Services
Prepared by:	D. Prokopchuk, Manager
Date:	May 9, 2014
File No.	