Agenda – Executive Policy Committee – September 17, 2014

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – September 9, 2014

Item No. 9 Budget Increase for Waterway Crossings and Grade Separations Annual Program Related to Arson Damage at Portage Avenue Culvert (Truro Creek)

STANDING COMMITTEE RECOMMENDATION:

On September 9, 2014, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the recommendation of the Winnipeg Public Service and submitted the following to Council:

1. That the Waterway Crossings and Grade Separations - Annual Program be amended to include $250,000.00 transferred from the Insurance Reserve Fund to partially recover costs related to arson damage at Portage Avenue Culvert (Truro Creek).

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 – September 17, 2014

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – September 9, 2014

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On September 9, 2014, 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: BUDGET INCREASE FOR WATERWAY CROSSINGS AND GRADE SEPARATIONS ANNUAL PROGRAM RELATED TO ARSON DAMAGE AT PORTAGE AVENUE CULVERT (TRURO CREEK)

Critical Path: STANDING POLICY COMMITTEE ON INFRASTRUCTURE RENEWAL AND PUBLIC WORKS – EXECUTIVE POLICY COMMITTEE - COUNCIL

AUTHORIZATION

Author	Department Head	CFO	CAO
L. Deane, P. Eng.	B.W. Sacher, P.Eng.	G. Chartier A/CFO	M. Jack A/CAO

RECOMMENDATIONS

That the Waterway Crossings and Grade Separations - Annual Program be amended to include $250,000.00 transferred from the Insurance Reserve Fund to partially recover costs related to arson damage at Portage Avenue Culvert (Truro Creek).

REASON FOR THE REPORT

Council approval is required to increase Capital Budget for a Capital Project.

IMPLICATIONS OF THE RECOMMENDATIONS

On October 29, 2013 arson destroyed a high density polyethylene liner in the Portage Avenue Culvert at Truro Creek. The total cost of the emergency repair works including removal of the damaged liner, environmental clean-up, and reconstruction including engineering costs and applicable overheads is approximately $437,165.00.

The City is self-insured for this work and the total maximum claim from the insurance reserve fund is $250,000.00. The remainder of the cost is covered by the Public Works Department under the Waterway Crossing and Grade Separations – Annual Program. Currently all of these unanticipated costs are charged to that budget.

HISTORY

The 2013 Waterway Crossing and Grade Separations – Annual Program in the amount of $3,200,000.00 was approved on January 29, 2013.

FINANCIAL IMPACT

Financial Impact Statement

Date: August 11, 2014

Project Name: **First Year of Program** **2014**

BUDGET INCREASE FOR WATERWAY CROSSINGS AND GRADE SEPARATIONS ANNUAL PROGRAM RELATED TO ARSON DAMAGE AT PORTAGE AVENUE CULVERT (TRURO CREEK)

	2014	2015	2016	2017	2018
Capital					
Capital Expenditures Required	$ 250,000	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	-	-	-	-	-
Additional Capital Budget Required	$ 250,000	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Insurance Reserve Fund	250,000	-	-	-	-
Other - Enter Description Here	-	-	-	-	-
Total Funding	$ 250,000	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ 250,000				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ -	$ -	$ -	$ -	$ -
Less: Incremental Revenue/Recovery	12,500	-	-	-	-
Net Cost/(Benefit)	$ (12,500)	$ -	$ -	$ -	$ -
Less: Existing Budget Amounts	(12,500)	-	-	-	-
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: A transfer from the Insurance Reserve Fund of $250,000 to the Public Works 2013 Waterway Crossing and Grade Seperations - Annual Program (Project #1805000113), will require an increase to the adopted budget of this capital project.

"Original signed by D. Stewart, CA"
D. Stewart, CA
Manager of Finance and Administration

CONSULTATION

In preparing this Report there was consultation with:

Corporate Finance Department

SUBMITTED BY

Department:	Public Works
Prepared by:	B. Neirinck, P. Eng.
Processed by:	K. Ross
Date:	August 1st, 2014
File No.	13-G-01
File Name:	L:\Admin\Reports 2014\B Neirinck\August\Budget Increase Waterway Crossing & Grade Separations Aug 1 14.doc