Agenda – Council – September 30, 2015

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – September 21, 2015

Item No. 6 Request for First Charge against the 2016 Capital Budget for Granular Lane Improvement Program

STANDING COMMITTEE RECOMMENDATION:

On September 23, 2015, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works and submitted the following to Council:

1. That authorization be granted for expenditures of up to $1,000,000 for the Granular Lane Improvement Program in the Regional and Local Street Renewal program in 2015 prior to the adoption of the 2016 Capital Budget, as a first charge against the General Capital Fund, in accordance with Subsection 288(2) of the City of Winnipeg Charter, to facilitate timely work on the Local Improvement Program.

2. 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 – September 21, 2015

DECISION MAKING HISTORY:

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On September 23, 2015, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works and submitted the matter to Council.

STANDING COMMITTEE RECOMMENDATION:

On September 21, 2015, 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 2016 CAPITAL BUDGET FOR GRANULAR LANE IMPROVEMENT PROGRAM

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

AUTHORIZATION

Author	Department Head	CFO	CAO
B. Neirinck, P. Eng. on behalf of L. Deane, P. Eng.	B.W. Sacher, P.Eng.	M. Ruta	D. McNeil

RECOMMENDATIONS

That authorization be granted for expenditures of up to $1,000,000 for the Granular Lane Improvement Program in the Regional and Local Street Renewal program in 2015 prior to the adoption of the 2016 Capital Budget, as a first charge against the General Capital Fund, in accordance with Subsection 288(2) of the City of Winnipeg Charter, to facilitate timely work on the Local Improvement Program.

REASON FOR THE REPORT

Council approval is required for a first charge for an expenditure of Capital funds prior to the adoption of the 2016 Capital Budget.

EXECUTIVE SUMMARY

N/A

IMPLICATIONS OF THE RECOMMENDATIONS

The authorization requires a first charge on the 2016 Capital Budget to allow the award of contracts prior to the adoption of the 2016 Capital Budget, in accordance with Subsection 288(2) of The City of Winnipeg Charter.

HISTORY / DISCUSSION

On November 20, 2013, Council approved the Granular Roadway Policy which included Asphalt Pavement as an alternative to concrete construction of back lanes with The City of Winnipeg cost sharing the lanes at 50% under the Local Improvement Program. The City's share of the funding is to come from the $1,000,000 Granular Lane Fund as a 6 year pilot project.

On March 23, 2015, Council adopted the 2015 Capital Budget which included $1,000,000 in 2015 and a forecasted amount of $1,000,000 in 2016 for the Granular Lane Improvement Program.

Two Bid Opportunities have been advertised to complete the lanes currently approved under the Local Improvement Program. In order to complete all the lanes currently approved in a timely fashion, these contracts need to be awarded prior to Council approval of the 2016 Capital Budget.

FINANCIAL IMPACT

Financial Impact Statement **Date:** August 27, 2015

Project Name: **First Year of Program** **2015**

REQUEST FOR FIRST CHARGE AGAINST THE 2016 CAPITAL BUDGET FOR GRANULAR LANE IMPROVEMENT PROGRAM

	2015	2016	2017	2018	2019
Capital					
Capital Expenditures Required	$ 1,000,000	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	-	-	-	-	-
Additional Capital Budget Required	$ 1,000,000	$ -	$ -	$ -	$ -
Funding Sources:					
Cash to Capital	$ 1,000,000	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other -	-	-	-	-	-
Total Funding	$ 1,000,000	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ 1,000,000				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ -	$ -	$ -	$ -	$ -
Less: Incremental Revenue/Recovery	51,226	-	-	-	-
Net Cost/(Benefit)	$ (51,226)	$ -	$ -	$ -	$ -
Less: Existing Budget Amounts	-	-	-	-	-
Net Budget Adjustment Required	$ (51,226)	$ -	$ -	$ -	$ -

Additional Comments: A first charge of $1,000,000 on the 2016 Granular Lane Improvement Program is requested. The 2016 Forecast of the 2015 Adopted Capital Budget includes $1,000,000 for the Granular Lane Improvement Program. The Incremental Revenue/Recovery represents the Department Engineering Administration and Corporate Interest and Administrative Overheads. Capital expenditures required above are the estimated amounts to be awarded in 2015, the additional budget is the first call on the 2016 budget. All expenditures will be recorded in 2016.

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

CONSULTATION

In preparing this Report there was consultation with:

Legal Services

OURWINNIPEG POLICY ALIGNMENT

N/A

SUBMITTED BY

Department: Public Works
Division: Engineering
Prepared by: B. Kellett, C.E.T.
Date: August 12, 2015