Agenda – Executive Policy Committee – March 15, 2017

REPORTS

Item No. 3 Deferral of 2016 Major Case Management System Expansion Capital Project

WINNIPEG PUBLIC SERVICE RECOMMENDATION:

1. That $1,158,000 of cash to capital be transferred from the 2016 General Capital Fund in respect of the Major Case Management System Expansion (2016 capital project) to the General Revenue Fund (WPS budget).

2. That the 2016 Adopted Capital Budget for this 2016 capital project be amended to zero from $1,158,000.

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

ADMINISTRATIVE REPORT

Title: Deferral of 2016 Major Case Management System Expansion Capital Project

Critical Path: Executive Policy Committee – Council

AUTHORIZATION

Author	Department Head	CFO	CAO
R. Smolik	D. Smyth	M. Ruta	D. McNeil

EXECUTIVE SUMMARY

Recent forecast projections indicated that the Service would come in over budget in salaries for 2016.

To fulfill the Winnipeg Police Service's commitment to being on target to the September 30, 2016 financial forecast, supplementary budget for the salary and benefit class will be derived from the deferral of the Major Case Management System Expansion project to 2017 ($1,158,000 cash to capital). This is a transfer of previously-approved budget and requires no new funding from the City.

At the public meeting on November 4, 2016, the Winnipeg Police Board approved this deferral.

RECOMMENDATIONS

1. That $1,158,000 of cash to capital be transferred from the 2016 General Capital Fund in respect of the Major Case Management System Expansion (2016 capital project) to the General Revenue Fund (WPS budget).

2. That the 2016 Adopted Capital Budget for this 2016 capital project be amended to zero from $1,158,000.

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 request to amend an approved Capital Budget requires Council approval.

IMPLICATIONS OF THE RECOMMENDATIONS

The Major Case Management System Expansion would be deferred in order to cover the unanticipated over-expenditure on salaries.

HISTORY

As part of the 2013 Budget submission the Service asked for a new capital project that requires a software tool in conjunction with concept training to complete investigations to current professional standards. This new tool would identify gaps in investigation accountability, particularly in unsolved files, provide a mechanism to forward unsolved files in an electronic format, and allow better use of resources. A pilot project was conducted in 2012 that identified a need for the Service to strongly define the integration spots with Niche software. The capital request was for $1,158,000. In the 2014 Capital Budget, this project was deferred to 2016.

The September 30, 2016 operating financial forecast anticipated a number of increases in salary costs due to lower attrition, EI and CPP costs being under-budgeted, unbudgeted payments to be made under a recent arbitration award and other benefit cost increases, which will leave the salary and benefit class over budget.

At the public meeting on November 4, 2016, the Winnipeg Police Board approved the deferral of 2016 Major Case Management System Expansion Capital Project.

As the Service is committed to being on target to the September 30, 2016 financial forecast, supplementary budget for the salary and benefit class will be derived from the deferral of the Major Case Management System Expansion project to 2017 ($1,158,000 cash to capital).

There were two capital projects that could meet the required funding; one was a data warehousing project, that covers a wide range of implications for the Service or the Major Case Management System Expansion project.

An evaluation was done on the two projects, and it was deemed that the Major Case Management Project would result in less impact to the Service, and still had some funding in 2019 to continue this process.

On November 22, 2016, Executive Policy Committee tabled the 2017 Preliminary Budget. Included in the Capital Project Detail (Volume 3) is the Major Case Management System Expansion project (p. 2-95). This page discloses history on this project along with a budget of $1.158 million for 2017 (a further $500,000 is forecasted for 2019 for a planned upgrade).

FINANCIAL IMPACT

Financial Impact Statement

Date: January 10, 2017

Project Name:
Transfer 2016 Cash to Capital

First Year of Program **2016**

	2016	2017	2018	2019	2020
Capital					
Capital Expenditures Required			$ -	$ -	$ -
Less: Existing Budgeted Costs			-	-	-
Additional Capital Budget Required	$ -	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other	-	-	-	-	-
Total Funding	$ -	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ -				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ 1,158,000	$ -	$ -	$ -	$ -
Less: Incremental Revenue/Recovery		-	-	-	-
Net Cost/(Benefit)	$ 1,158,000	$ -	$ -	$ -	$ -
Less: Existing Budget Amounts	1,158,000	-	-	-	-
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: To transfer $1,158,000 of cash to capital from the 2016 General Capital Fund in respect of the Major Case Management System Expansion (2016 capital project) to the General Revenue Fund (WPS budget) to assist in funding the over-expenditures noted in this report.

original approved by Ron Smolik Jan 10, 2017
Manager of Finance
Winnipeg Police Service

CONSULTATION

Winnipeg Police Board

OURWINNIPEG POLICY ALIGNMENT

N/A

SUBMITTED BY

Department:	Winnipeg Police Service
Division:	Finance Division
Prepared by:	R. Smolik
Date:	January 10, 2017
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