Minutes – Executive Policy Committee – March 14, 2018

Report – Standing Policy Committee on Protection, Community Services and Parks – March 6, 2018

Item No. 4 Request for First Charge against the 2019 Capital Budget and Consolidation of the St. Vital Memorial Park Soccer Pitch Lighting Project

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

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

1. That expenditures of up to $170,000 be authorized in 2018 or prior to the adoption of the 2019 Capital Budget, as a first charge against the General Capital Fund, in accordance with Subsection 288(2) of The City of Winnipeg Charter, to allow more immediate supply and install of outdoor lighting for the FIFA regulation artificial soccer pitch at St. Vital Memorial Park.

2. That Council approve the consolidation of capital budgets from the 2018 Parks and Recreation Enhancement Program ($120,000), and the 2019 Community and Neighbourhood Parks - Existing project ($170,000) to create the St. Vital Memorial Park Soccer Pitch Lighting project (Public Works capital project # 1852000218).

3. That Council approve an increase of $20,000 to the St. Vital Memorial Park Soccer Pitch Lighting project to be funded from the FIFA 2015 Women's World Cup Rental Fees ($20,000), for a total project budget of $310,000.

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

Report – Standing Policy Committee on Protection, Community Services and Parks – March 6, 2018

DECISION MAKING HISTORY:

Moved by Councillor Pagtakhan,

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

Carried

STANDING COMMITTEE RECOMMENDATION:

On March 6, 2018, the Standing Policy Committee on Protection, Community Services and Parks 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 2019 Capital Budget and Consolidation of the St. Vital Memorial Park Soccer Pitch Lighting Project

Critical Path: Standing Policy Committee on Protection, Community Services and Parks - Executive Policy Committee - Council

AUTHORIZATION

Author	Department Head	CFO	CAO
D. Domke	J. Berezowsky Acting Director of Public Works	M. Ruta	D. McNeil

EXECUTIVE SUMMARY

The FIFA regulation artificial outdoor soccer pitch at St. Vital Memorial Park requires field lighting to assist the Bonivital Soccer Association Inc. (BVSA) with revenue generating opportunities to meet its maintenance obligations under its existing lease with the City of Winnipeg. The 2018 Adopted Capital Budget forecasted $170,000 in 2019 for this project under the Community and Neighbourhood Parks – Existing Program. A first charge of $170,000 on the 2019 Capital Budget is requested to ensure project completion in 2018, thus providing BVSA with more immediate opportunities for additional revenue streams.

Upon approval of the first charge, the St. Vital Memorial Park Lighting project requires Council authorization of budget consolidation and amendment reflecting project funding from various City sources.

Total project budget is $310,000 based on a Class 3 Cost Estimate. Other funding sources include FIFA 2015 Women's World Cup Rental Fees ($20,000) and 2018 Capital Budget – Parks and Recreation Enhancement Program ($120,000).

RECOMMENDATIONS

1. That expenditures of up to $170,000 be authorized in 2018 or prior to the adoption of the 2019 Capital Budget, as a first charge against the General Capital Fund, in accordance with Subsection 288(2) of The City of Winnipeg Charter, to allow more immediate supply and install of outdoor lighting for the FIFA regulation artificial soccer pitch at St. Vital Memorial Park.

2. That Council approve the consolidation of capital budgets from the 2018 Parks and Recreation Enhancement Program ($120,000), and the 2019 Community and Neighbourhood Parks – Existing project ($170,000) to create the St. Vital Memorial Park Soccer Pitch Lighting project (Public Works capital project # 1852000218).

3. That Council approve an increase of $20,000 to the St. Vital Memorial Park Soccer Pitch Lighting project to be funded from the FIFA 2015 Women's World Cup Rental Fees ($20,000), for a total project budget of $310,000.

4. That the proper officers of the City be authorized to do all things necessary to implement the intent of the forgoing.

REASON FOR THE REPORT

Council approval is required for a first charge for an expenditure of capital funds prior to the adoption of the 2019 Capital Budget and to amend Capital Budgets.

IMPLICATIONS OF THE RECOMMENDATIONS

The authorization requires a first charge on the 2019 Capital Budget to allow the award of contracts prior to the adoption of the 2019 Capital Budget, in accordance with Subsection 288(2) of The City of Winnipeg Charter.

The Public Service is supportive of lighting the pitch in order to ensure the Bonivital Soccer Association Inc. will be able to meet its lease obligations to maintain the soccer fields at St. Vital Memorial Park.

HISTORY/DISCUSSION

On December 12, 2017, Council adopted the 2018 Capital Budget which included a forecasted amount of $170,000 in 2019 within the Community and Neighbourhood Parks – Existing Program for the purchase and installation of lighting at St. Vital Memorial Park outdoor artificial turf soccer pitch. Total project cost is expected to be $310,000. Other approved funding sources include FIFA 2015 Women's World Cup Rental Fees ($20,000) and 2018 Capital Budget – Parks and Recreation Enhancement Program ($120,000).

In August, 2013, the Province of Manitoba announced $900,000 in Winnipeg Community Infrastructure Program (MWIA) funds for the construction of a FIFA regulation sized artificial turf pitch at St. Vital Memorial Park. The Winnipeg Soccer Federation acted as the project manager for construction of the pitch which was completed in May 2015. At the time, project funding was insufficient to incorporate outdoor lighting as part of the project.

Under a five year extension through April 30, 2020, agreed to on January 28, 2015 between the Bonivital Soccer Association Inc. (BVSA) and the City of Winnipeg, BVSA has agreed to continue its maintenance responsibilities of the soccer pitch located in St. Vital Memorial Park, as articulated in the original lease term of May 1, 2010 through April 30, 2015.

Of concern to BVSA are the financial implications of maintaining an artificial turf site versus a natural turf site. The cost of artificial turf replacement is estimated at approximately $500,000. The Public Service has recommended BVSA establish a reserve with an annual contribution of $40,000 to ensure funds are available when the artificial turf needs to be replaced in 8-12 years. Field lighting will allow BVSA to generate additional revenue streams to assist with field maintenance and planning for future replacement.

In 2015, the artificial turf soccer pitch at St. Vital Memorial Park hosted the International Federation of Soccer Association (FIFA) for the 2015 FIFA World Women's Cup. Rental fees of $20,000 were collected and dedicated to the lighting project (Account Distribution: 001-291230-181502).

The award of contracts in 2018 for lighting supply and installation is necessary to ensure project completion in 2018, thus providing BVSA with more immediate opportunities for additional revenue streams.

Table 1 includes the summary of the project budgets and first charge requirements on the 2019 Capital Budget.

Table 1 – Summary of Project Funding and Budget Consolidation

Project	Scope	Project Budget	Previously Approved (2018 Capital - Parks and Recreation Enhancement Program)	Other Funding (FIFA 2015 Women's World Cup Rental Fees)	First Charge on the 2019 Budget (Community and Neighbourhood Parks – Existing)
St. Vital Memorial Park Soccer Pitch Lighting Project (1852000218)	Lighting Supply & Install, Landscaping	$310,000	$120,000	$20,000	$170,000
		$310,000	**$120,000**	**$20,000**	**$170,000**

FINANCIAL IMPACT

Financial Impact Statement

Date: January 26, 2018

Project Name:

First Year of Program **2018**

Request for First Charge Against the 2019 Capital Budget and Consolidation of the St. Vital Memorial Park Soccer Pitch Lighting Project

	2018	2019	2020	2021	2022
Capital					
Capital Expenditures Required	$ 310,000	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	120,000	-	-	-	-
Additional Capital Budget Required	$ 190,000	$ -	$ -	$ -	$ -
Funding Sources:					
Cash to Capital	$ 170,000	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Deferred Revenue - Rental Fees	$ 20,000	-	-	-	-
Total Funding	$ 190,000	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ 190,000				
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: A first charge of $170,000 on the 2019 Community and Neighbourhood Parks - Existing program is requested. The 2019 forecast of the 2018 Adopted Capital Budget includes $170,000 of athletic field lighting and other related amenities at St. Vital Memorial Park, under the Community and Neighbourhood Parks - Existing Program.

A Capital budget increase of $20,000 is also requested and will be funded by a transfer from the Public Works deferred revenue account (001-291230-181502), which are funds received from The Canadian Soccer Association from the FIFA 2015 Women's World Cup for rental fees.

The existing budgeted costs of $120,000 represent the Council approved 2018 Parks and Recreation Enhancement Program - St. Vital ward.

It is recommended that the above identified funding sources be consolidated into the St. Vital Memorial Park Soccer Pitch Lighting project (Public Works Capital project # 1852000218), for a total budget of $310,000.

"Original signed by J. Peters, CPA, CGA for"
J. Ruby, CPA, CA
Manager of Finance & Administration

CONSULTATION

This Report has been prepared in consultation with: N/A

OURWINNIPEG POLICY ALIGNMENT

- **Plan for sustainable and connected recreation and leisure infrastructure** *(OurWinnipeg – Recreation and A Sustainable Winnipeg)*
    - Maximize the use of existing facilities, including converting or consolidating to meet emerging community needs while minimizing operating costs.
    - Develop and maintain a system of regional sports fields in accordance with recognized needs.
    - Apply green building standards and universal design to the construction and renovation of city-owned facilities.

SUBMITTED BY

Department: Public Works
Division: Parks and Open Space
Prepared by: D. Domke, Manager of Parks & Open Space
Date: January 24, 2018