



Town of Olds

Request for Decision

47

2016 Capital Budget

January 25, 2016

8D

RECOMMENDATION

That the 2016 Capital Budget in the amount of \$5,069,590 be approved as presented.

BACKGROUND

Section 245 requires a Council to adopt a capital budget for each calendar year.

The initial draft of the 2016 Capital Budget was initially presented for Council's review at the November 23, 2015 Council Meeting. Further discussion of the 2016 Capital Budget took place at Special Council Meetings held November 30, 2015 and December 7, 2015 and at the December 21, 2015 Policies and Priorities Committee meeting.

The Proposed 2016 Capital Budget as presented (Attachment # 1) has a spending total of \$5,069,590 (2015 initial Capital budget - \$4,687,570) and is made up of the following major spending categories:

- Roads, Trails and Street Improvement Projects \$ 2,888,000 (2015 – \$1,353,000)
- Water & Sewer Infrastructure \$ 600,000 (2015 – \$1,951,000)
- Recreation Projects \$ 710,000 (2015 – \$777,000)
- Vehicles & Other Equipment \$ 871,590 (2015 – \$606,570)

The proposed funding for these projects would be:

- Operation – Taxes \$ 108,140 (2015 – \$70,520)
- Operation – Utilities \$ 610,000 (2015 – 862,600)
- Provincial Grants \$ 2,910,500 (2015 – \$3,320,510)
- Reserves \$ 1,030,950 (2015 – \$716,950)
- Other Sources \$ 410,000 (2015 - \$914,900)

ALTERNATIVE OPTIONS

1. Council can give consideration for the approval of the 2016 Capital budgets as presented;
2. Council can table the 2016 Capital budget for further review;
3. Council can request additional information from Administration before proceeding with the 2016 Capital budget.

FINANCIAL IMPLICATIONS

The 2016 Capital budget as presented will have an impact on tax revenue, utility costs, and the Town reserves.

ATTACHMENTS

Attachment 1 - 2016 Capital Budget

Submitted By: G. Lucas	Chief Financial Officer	Date: January 19, 2016
Director Signature:		Date: January 19, 2016
CAO Signature:		Date: JAN 21/16

2016 Capital Plan

Dept.	Project Description	Estimated Cost	TF from Operating	cost center	MSI... Threshold = \$115,000	Debentures / Loan	From Reserves	Other Funds	FGTF	Total Funds
23 Fire Service										
	Small Equipment greater than \$3,000 (Established 5 year plan)	\$ 25,950					25,950			\$ 25,950
	SCBA	\$ 15,000					15,000			\$ 15,000
	621 Pumper (HUB - Replacement 2016)	\$ 675,000			\$ 337,500			\$ 337,500 (County)		\$ 675,000
			0							\$ -
	Total	\$ 715,950	\$ -	\$ -	\$ 337,500	\$ -	\$ 40,950	\$ 337,500	\$ -	\$ 715,950
26 Municipal Enforcement										
	In Car Camera (2015 - 22,890)	\$ 7,800	\$ 7,800	26						\$ 7,800
	Total	\$ 7,800	\$ 7,800	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,800
31 Operations Equipment Replacement										
	1/2 Ton Truck Replacement - Operations (Op - 12)	\$ 30,000	30,000	32						\$ 30,000
	Operations Skidsteer replacement program	\$ 42,500	2,500	32				40,000		\$ 42,500
	Leaf vacuum \$24,537(3 year lease @ 9840 year)	\$ 9,840	9,840	72-06						\$ 9,840
	Large area mower (Total price \$72,030 lease for 3 years \$2000 month/	\$ 24,000	24,000	72-06						\$ 24,000
	Bobcat mounted front blade runner	\$ 6,500	6,500	32						\$ 6,500
	Shared Skid Steer replacement w/Parks	\$ 35,000	\$ 2,500	32				32,500		\$ 35,000
	Total	\$ 147,840	\$ 75,340		\$ -	\$ -	\$ -	\$ 72,500	\$ -	\$ 147,840
32 Roads										
	Solar powerd pedestrian crosswalks, 4 locations as presented to council	\$ 140,000			\$ 140,000					\$ 140,000
	Resurfacing existing trails and new construction	\$ 150,000			\$ 150,000					\$ 150,000
	Detailed design for new Operations shop and yard (\$350,000 outline in the 10 year plan)	\$ 350,000					\$ 350,000			\$ 350,000
	Wayfinding Project	\$ 95,000			\$ 95,000					\$ 95,000
	Advanced green turning signals 57th Avenue	\$ 90,000			\$ 90,000					\$ 90,000
	Total	\$ 825,000	\$ -		\$ 475,000	\$ -	\$ 350,000	\$ -	\$ -	\$ 825,000
41 Water										
	North & South pump station Fire Pump Engines	\$ 100,000	\$ 100,000	41						\$ 100,000
	Reduction of water loss	\$ 350,000					\$ 350,000			\$ 350,000
	Total	\$ 450,000	\$ 100,000		\$ -	\$ -	\$ 350,000	\$ -	\$ -	\$ 450,000
42 Wastewater										
	wireless Flow monitors in sanitary lines. (\$10,000 each x 15)	\$ 150,000			\$ 150,000					\$ 150,000
	Total	\$ 150,000	\$ -		\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ 150,000
2014 Street Program										
	Street Improvement Program	\$ 638,000			\$ 188,000			\$ 450,000		\$ 638,000
	Uptowne Street Light Replacement and concrete replacement	\$ 200,000			\$ 200,000					\$ 200,000
	Water Main Replacement Program (2015 - 246,000)	\$ 500,000	\$ 100,000	41	\$ 400,000					\$ 500,000
	Water Distribution Reinvestment	\$ 325,000	10,000		\$ 315,000					\$ 325,000
	Wastewater Collection Main Replacement (2015 - 425,000)	\$ 400,000	\$ 400,000	42						\$ 400,000
	Total	\$ 2,063,000	\$ 510,000		\$ 1,103,000	\$ -	\$ -	\$ 450,000	\$ -	\$ 2,063,000
72-04 Aquatic Center										
	Pool Heat Exchanger and Tank replacement.	\$ 30,000					\$ 30,000			\$ 30,000
	Total	\$ 30,000	\$ -		\$ -	\$ -	\$ 30,000	\$ -	\$ -	\$ 30,000
72-05 Sportsplex										
	Concession Upgrade	\$ 155,000		72-05	155,000					\$ 155,000
	Total	\$ 155,000	\$ -		\$ 155,000	\$ -	\$ -	\$ -	\$ -	\$ 155,000

Dept.	Project Description	Estimated Cost	TF from Operating	cost center	MSI... Threshold = \$115,000	Debentures / Loan	From Reserves	Other Funds	FGTF	Total Funds
72-06 Parks										
	Solar Lighting Continuation	\$ 40,000					\$ 40,000			\$ 40,000
	Christmas Lights - Uptowne and Hiway 27 infill	\$ 15,000	\$ 15,000							\$ 15,000
	Playground upgrades	\$ 50,000					50,000			\$ 50,000
	Centennial Park Revitalization	\$ 240,000			240,000					\$ 240,000
	Highway 27 Beautification	\$ 10,000	10,000							\$ 10,000
	Parks Signage Replacement and Additions	\$ 20,000					\$ 20,000			\$ 20,000
	Playing Fields	\$ 150,000					\$ 150,000			\$ 150,000
	Total	\$ 525,000	\$ 25,000		\$ 240,000	\$ -	\$ 260,000	\$ -	\$ -	\$ 525,000
	Total 2016 Capital Budget	\$ 5,069,590	\$ 718,140	\$ -	\$ 2,460,500	\$ -	\$ 1,030,950	\$ 410,000	\$ 450,000	\$ 5,069,590
	Initial Budget (2013 - 4,617,331, 2014 - 4,497,200, 2015 - 4,687,570)									
	From Operating									
	Funded by Utilities (2013 - 937,000, 2014 - 1,016,470, 2015 - 862,600)		\$ 610,000							
	Funded by Taxes (2013 - 56,600, 2014 - 38,200, 2015 - 70,520)		\$ 108,140							
			\$ 718,140							
	Initial Budget from Reserves (2013 - 536,000, 2014 - 327,500, 2015 - 716,950)									
	Late announced 2014 MSI Grant received in 2015 (739,993)									
	MSI Grant received (2013 - 2,083,392, 2014 - 2,186,078, 2015 - 739,993 & 1,448,250)				\$ 2,188,243					\$ 2,188,243
	Federal Gas Tax Fund grant (2013 - 403,931, 2014 - 462,534, 2015 - 451,728)							\$ 450,000		\$ 450,000
	Estimated Carryover Grant Funds Available									
	- Roads 2015 Budget - 859,250, Projected - 825,250				\$ 34,000					\$ 34,000
	- Water 2015 Budget - 795,000, Projected - 600,000				\$ 195,000					\$ 195,000
	- Sportsplex 2015 Budget - 471,720, Projected - 426,720				\$ 45,000					\$ 45,000
	(Snow removal equipment - 10,000, building upgrades - 35,000)									
	Total Grant Funds Available				\$ 2,462,243				\$ 450,000	\$ 2,912,243
	Grant Short Fall (Surplus)									
					\$ (1,743)				\$ -	