

October 24, 2008

To: Executive Committee

From: Budget Committee

Subject: Solid Waste Management Services 2009-2018 Capital Program

Recommendations:

The Budget Committee recommended to the Executive Committee that:

- 1. City Council approve the 2009 Recommended Capital Budget for Solid Waste Management Services with a total project cost of \$116.121 million and a 2009 cash flow of \$59.074 million and future year commitments of \$93.673 million. The 2009 Recommended Capital Budget consists of the following:**
 - a. New Cash Flow Funding for:**
 - i. 19 new sub-projects with a 2009 total project cost of \$116.121 million that requires cash flow of \$37.401 million in 2009 and future year commitments of \$36.250 million in 2010, \$35.770 million in 2011 and \$6.700 million in 2012;**
 - ii. 8 previously approved sub-projects with a 2009 cash flow of \$18.879 million and future year commitments of \$12.364 million in 2010, \$2.089 million in 2011 and \$0.500 million in 2012;**
 - iii. 1 previously approved sub-project with carry forward funding from 2007 requiring 2009 cash flow of \$0.175 million, that requires Council to reaffirm its commitment; and**
 - b. 2008 approved cash flow for 4 previously approved sub-projects with carry forward funding from 2008 into 2009 totalling \$2.619 million.**
- 2. City Council approve the operating impacts of \$8.908 million in 2009 to 2013 that emanate from the approval of the 2009 Recommended Capital Budget be considered within the overall scope of Solid Waste Management Services' 2009 Operating Budget and future year operating budgets.**

3. **City Council approve that all sub-projects with potential private vendor capitalization be approved conditionally, subject to the receipt of such funding during 2010 and if such financing is not forthcoming, their priority and funding be reassessed by City Council relative to other City-financed priorities and needs.**
4. **City Council approve the 2010-2013 Capital Plan for Solid Waste Management Services totalling \$290.988 million in project estimates, comprised of \$53.200 million in 2010, \$133.042 million in 2011, \$77.912 million in 2012, and \$26.834 million in 2013.**
5. **City Council approve in principle the 2014-2018 Capital Forecast for Solid Waste Management Services totalling \$121.157 million in project estimates, comprised of \$22.964 million in 2014, \$23.005 million in 2015, \$23.217 million in 2016, \$23.642 million in 2017; and that this forecast be used as a foundation for preparing a 2010 to 2019 Capital Plan and Forecast as part of the 2010 budget process.**
6. **The General Manager of Solid Waste Management Services report to the Public Works and Infrastructure Committee by June 2009, on the strategies to deliver the aggressive 5-Year Capital Plan, addressing the implementation challenges with the with respect to timelines, site locations, environmental assessments, and readiness to proceed for facilities related projects.**
7. **This report be considered concurrently with the Recommended 2009 Residential Solid Waste Rates Report (October 2008), from the Acting Deputy City Manager and Chief Financial Officer and General Manager for Solid Waste Management Services.**

Background:

The Budget Committee on October 24, 2008, considered a report (October 17, 2008) from the Financial Planning Division, entitled "Solid Waste Management Services 2009-2018 Capital Program".

The following persons addressed the Budget Committee on October 23, 2008:

- Tim Macguire, First Vice President CUPE, Local 79
- Elaine LePage, Vice Chair, 3 R's Working Group
- David MacDonald, Open Shop Contractors Association
- Councillor Denzil Minnan-Wong, Ward 34 Don Valley East
- Councillor Janet Davis, Ward 31 Beaches-East York
- Councillor Karen Stintz, Ward 16 Eglinton-Lawrence

for City Clerk