

October 23, 2009

To: Executive Committee
From: Budget Committee
Subject: Toronto Water 2010-2019 Capital Program

Recommendations:

The Budget Committee recommended to the Executive Committee that:

1. **City Council approve the 2010 Recommended Capital Budget for Toronto Water with a total project cost of \$1.491 billion, and 2010 cash flow of \$720.672 million and future year commitments of \$2.894 billion comprised of the following:**
 - a. **New Cash Flow Funding for:**
 - i. **239 new/change in scope sub-projects with a 2010 total project cost of \$1.491 billion that requires cash flow of \$114.417 million in 2010 and a future year commitment of \$220.295 million in 2011; \$238.098 million in 2012; \$157.527 million in 2013; \$322.225 million in 2014; \$120.454 million in 2015; \$105.022 million in 2016; \$87.163 million in 2017; \$67.065 million in 2018; and, \$58.837 million in 2019;**
 - ii. **201 previously approved sub-projects with a 2010 cash flow of \$555.488 million and a future year commitment of \$513.422 million in 2011; \$452.962 million in 2012; \$355.610 million in 2013; \$104.954 million in 2014; \$76.534 million in 2015; \$13.552 million in 2016; and, \$0.620 million in 2017;**
 - b. **2009 approved cash flow for 36 previously approved sub-projects with carry forward funding from 2009 into 2010 totalling \$50.767 million.**
2. **City Council approve that no new debt be issued to finance the 2010 cash flow requirement for the capital program and that the 2010 Recommended Toronto Water Capital Budget be fully funded from service charges; available reserve funds; Infrastructure Stimulus Fund (IFS); development charges; and other revenues.**
3. **City Council approve the 2011-2019 Recommended Capital Plan for Toronto Water totalling \$8.016 billion in project estimates, comprised of \$791.863 million in 2011; \$827.695 million in 2012; \$835.068 million in 2013; \$873.154 million in 2014; \$907.109 million in 2015; \$918.496 million in 2016; \$913.508 million in 2017; \$959.178 million in 2018; and, \$989.930 million in 2019.**

4. **City Council approve operating impacts of (\$29.884) million from 2010 to 2019 emanating from the approval of the 2010 Recommended Capital Budget, for inclusion in the 2010 and future year operating budgets.**
5. **The report (October 19, 2009) from the City Manager and Chief Financial Officer, entitled "Toronto Water 2010-2019 Capital Program", be considered concurrently with the 2010 Water and Wastewater Service Rate Report (October 13, 2009), from the Deputy City Manager and Chief Financial Officer and the General Manager for Toronto Water.**

Decision Advice and Other Information:

The Budget Committee received the report (October 5, 2009) from the Deputy City Manager and Chief Financial Officer, entitled "Water and Wastewater Development Charges in the Greater Toronto Area" (BU55.1a), for information.

Background:

The Budget Committee on October 24, 2009, considered the following:

- a. Report (October 19, 2009) from the Financial Planning Division, entitled "Toronto Water 2010 - 2019 Capital Program"; and
- b. Report (October 5, 2009) from the Deputy City Manager and Chief Financial Officer, entitled "Water and Wastewater Development Charges in the Greater Toronto Area".

The Budget Committee on October 19, 2009, received a presentation from the General Manager, Toronto Water on the 2010-2019 Capital Budget.

The following persons addressed the Budget Committee on October 21, 2009:

- Scott Grieve, Toronto Catholic District School Board;
- Brad Butt, Greater Toronto Apartment Association;
- Councillor Janet Davis, Ward 31 Beaches-East York; and
- Councillor Karen Stintz, Ward 16 Eglinton-Lawrence.

for City Clerk

Merle MacDonald/jsc

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