

## Budget Committee

|        |        |         |  |   |
|--------|--------|---------|--|---|
| BU13.1 | ACTION | Adopted |  | Ward:35, 36, 37,<br>38, 39, 40, 41, 42,<br>43, 44 |
|--------|--------|---------|--|---|

### Utility Cut Budget Adjustment

#### Committee Decision

The Budget Committee recommends to the Executive Committee that:

1. City Council approve an increase in the 2011 Operating Budget for Transportation Services of \$1.0 million gross and revenue of \$1.26 million, resulting in a reduction of \$0.26 million in the 2011 Approved Operating Net Budget for Transportation Services, as detailed in Table 1 in the report (July 28, 2011) from the General Manager, Transportation Services, with an offsetting adjustment in the Non-Program account, for additional Utility Cut Repair work.

#### Origin

(July 28, 2011) Report from the General Manager, Transportation Services

#### Summary

The purpose of this report is to seek approval for an adjustment to the Transportation Services 2011 Operating Budget in the amount of \$1.26 million in order that an additional Utility Cut Contract may be tendered and awarded for the Scarborough District in August 2011. The work to be undertaken through this contract is fully recoverable and includes a 26% administration fee. There will be no increase to the City's net budget.

#### Financial Impact

This budget adjustment is required in order to tender and award a contract for additional Utility Cut Repair related work in the Scarborough District in the amount of \$1.0 million. The work to be undertaken is subject to a 26% administration fee, and it is fully recoverable from various external utility companies. The resulting revenue would be \$1.26 million, and it would create a \$0.26 million reduction to the 2011 Approved Operating Net Budget for Transportation Services. An offsetting budget adjustment of \$0.26 million will be made in the appropriate Non-Program account.

The Deputy City Manager and Chief Financial Officer has reviewed this report and agrees with

the financial impact information.

### **Background Information**

(July 28, 2011) Utility Cut Budget Adjustment

<http://www.toronto.ca/legdocs/mmis/2011/bu/bgrd/backgroundfile-39946.pdf>

(July 28, 2011) Report from the General Manager, Transportation Services on Utility Cut Budget Adjustment - Notice of Pending Report

<http://www.toronto.ca/legdocs/mmis/2011/bu/bgrd/backgroundfile-39746.pdf>