

Transportation Services 2017 Capital Budget Adjustments

Date: October 27, 2017

To: Budget Committee, Executive Committee

From: General Manager, Transportation Services

Wards: All

SUMMARY

This report requests City Council's authority to amend Transportation Services' Approved 2017 Capital Budget by adjusting cash flows contained within the 2017 Budget to align with project delivery schedule and program requirements. These reallocations will allow Transportation Services to continue to deliver projects within its Capital Plan. The adjustments will have a zero dollar impact on the 2017 Transportation Services' Approved Capital Budget and result in improved spending rates.

RECOMMENDATIONS

The General Manager, Transportation Services recommends that:

1. City Council authorize the reallocation of funds within Transportation Services' Approved 2017 Capital Budget in the amount of \$7.300 million, for funding of projects, as presented in Attachments 1, with a zero budget impact.

FINANCIAL IMPACT

There are no additional costs to the City as a result of the approval of this report.

The Acting Chief Financial Officer has reviewed this report and agrees with the financial impact information.

DECISION HISTORY

At its meeting of February 15 and 16, 2017, City Council approved Transportation Services' 2017 Capital Budget and 2018-2026 Capital Plan, which included approval of a 2017 Capital Budget cash flow of \$420.468 million and 2016 carry-forward funding of \$107.705 million.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2017.EX22.2>

At its meeting of April 26, 27 and 28, 2017, City Council approved additional carry forward funding from unspent capital projects and adjustments to the 2017 Approved Capital Budgets for respective City Programs and Agencies in order to continue work on previously approved capital projects, with no incremental net impact on debt. The adjustment to the carry-forwards for Transportation Services resulted in an overall reduction of carry-forward funding to \$100.281million.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2017.EX24.18>

At its meeting of July 4, 5, 6 and 7, 2017, City Council authorized the reallocation of funds within Transportation Services' 2017 Capital Budget in the amount of \$2.730 million gross and \$0 debt, for funding of projects and authorized the reallocation of funds from Transportation Services' 2017 Capital Budget to Toronto Transit Commission's 2017 Capital Budget in the amount of \$0.850 million gross and \$0.425 million debt for funding of bicycle parking projects.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2017.EX26.33>

At its meeting of October 2, 3, and 4, 2017, City Council authorized the reallocation of funds within Transportation Services' 2017 Capital Budget in the amount of \$1.906 million gross and \$0 debt, for funding of projects.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2017.BU34.10>

COMMENTS

Transportation Services is seeking approval to amend the 2017 Approved Capital Budget to better align cash flows to revised forecasted expenditures, reflecting project and program requirements, in accordance with Section 71-9 B to E of the Financial Control By-Law. These adjustments will result in improved spending rates for 2017.

Several Transportation Services' 2017 Capital Programs, as identified below and in Attachment 1, are recommended to be adjusted to provide additional funding for projects to facilitate the scheduled City Bridge Rehabilitation Program.

It is proposed that the additional funding be drawn from those programs that are currently estimated to be underspent by year-end, due to project delays resulting from construction work zone coordination, finalization of design, contract preparation, and tendering issues.

Project Delivery Schedule Amendments

Brief explanations for each of the affected program areas are presented below and summarized in Attachment 1.

1) City Bridge Rehabilitation

Additional funding is recommended for the implementation of City Bridge Rehabilitation Program. As a result of unforeseen market and site conditions, the cost of bridge rehabilitation projects scheduled in 2017 have increased, namely the Morningside Avenue / Highland Creek and Prince Edward Viaduct bridges. This change will ensure funding for the advancement of bridge rehabilitation projects scheduled in 2017 as well as design assignments for future year bridge rehabilitation projects. The additional 2017 cash flow required for the City Bridge Rehabilitation Program (CTP Account 515-01) is \$7.300 million, resulting in a total 2017 cash flow of \$42.791 million.

2) Major Road Rehabilitation

A number of major rehabilitation road projects, namely Eglinton Ave West from Jane St to Martin Grove Rd, and The Queensway from Mimico St to High St, have experienced schedule delays as a result of capital coordination, finalization of design, contract preparation and tendering issues. The anticipated project deferrals will result in an estimated under spending of \$ 3.000 million in this program area.

3) Sidewalks Rehabilitation

A number of sidewalk rehabilitation projects are bundled and delivered with the Utility Cut Repair operations program in order to mitigate traffic impacts and address sidewalk needs in an efficient manner. Given the increasing amount of development activities and third party construction occurring within the City, a number of these projects have been deferred as a result of construction work zone coordination activity. It is anticipated that these deferrals will result in an estimated under spending of \$ 3.000 million in this program area.

4) Facility Improvements

The Facility Improvements Program will be underspent by \$1.300 million in 2017. The reasons for the delays are primarily associated with additional time required to complete infrastructure designs and gain permit approvals.

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SIGNATURE

Barbara Gray
General Manager, Transportation Services

ATTACHMENTS

Attachment 1: Proposed 2017 Budget Reallocations

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Program Area	CTP Account	2017 Approved Cash Flow	2017 Proposed Adjustment	Revised 2017 Cash Flow
City Bridge Rehabilitation	515-01	\$35,491,000.	\$7,300,000.	\$42,791,000.
Major Road Rehabilitation	314-06	\$4,058,600.	(\$3,000,000.)	\$1,058,600.
Sidewalks	415-01			
Debt DCXR2110		\$19,215,000. \$747,000.	(\$3,000,000.) \$0.	\$16,215,000. \$747,000.
Sub-Total		\$19,962,000.	(\$3,000,000.)	16,962,000.
Facility Improvements	817-09	\$1,500,000.	(\$1,300,000.)	\$200,000.
Total		\$61,011,600.	\$0.	\$61,011,600.