



REPORT FOR ACTION

Transportation Services 2019 Capital Budget and 2020-2028 Capital Plan Adjustments

Date: August 22, 2019
To: Budget Committee and Executive Committee
From: General Manager, Transportation Services
Wards: All

SUMMARY

This report requests City Council's authority to amend Transportation Services' Approved 2019 Capital Budget and 2020-2028 Capital Plan by reallocating cash flows within the 2019 Budget and ten year Capital Plan.

These reallocations will have a zero budget impact to the Transportation Services' Approved 2019-2028 Capital Budget and Plan and will align program requirements and project delivery schedules resulting in improved spending rates.

RECOMMENDATIONS

The General Manager, Transportation Services recommends that:

1. City Council amend the Transportation Services' Approved 2019 Capital Budget to reallocate funds in the amount of \$1.235 million gross for funding of projects with a zero budget impact, as presented in Attachment 1 of the report.
2. City Council amend the Transportation Services' Approved 2019-2028 Capital Budget and Plan to reallocate cash flows in the amount of \$96.185 million gross from 2019 to 2020 and beyond with a zero budget impact to the approved ten year budget and plan, as presented in Attachment 2 of the report.

FINANCIAL IMPACT

This report requests City Council's authority to amend Transportation Services' Approved 2019 Capital Budget by reallocating funds in the amount of \$1.235 million gross as presented in Attachment 1 with a zero budget impact.

Transportation Services 2019 Capital Budget and 2020-2028 Capital Plan Adjustments

In addition, this report requests City Council's authority to amend the Transportation Services' Approved 2019-2028 Capital Budget and Plan to reallocate cash flows in the amount of \$96.185 million gross from 2019 to 2020 and beyond with a zero budget impact to the approved ten year budget and plan, as presented in Attachment 2 of the report.

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

DECISION HISTORY

At its meeting of March 7, 2019, City Council approved Transportation Services' 2019 Capital Budget and 2019-2028 Capital Plan, which included approval of a 2019 Capital Budget cash flow of \$477.724 million and 2018 carry-forward funding of \$124.966 million.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2019.EX2.5>

At its meeting of May 14, 2019, City Council approved additional carry forward funding from unspent capital projects and adjustments to the 2019 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 increase of carry-forward funding to \$56.336 million.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2019.EX5.4>

At its meeting on July 16, 2019 City Council adopted the amendment to the Transportation Services' Approved 2019 Capital Budget by reallocating funding of \$1 million between projects with a zero Budget impact and by creating a new Future of King Street project with total project costs of \$1.5 million gross and \$0 debt, with committed cash flows of \$1 million in 2019 and \$0.5 million in 2020, fully funded by the Public Realm Reserve Fund.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2019.EX7.27>

At its meeting on June 18 and 19 2019, as part of the report pertaining to School Crossing Guard Program Update and Results of the Request for Proposal 9148-19-0114 for the Provision of School Crossing Guard Services, City Council adopted the transfer of the Traffic Signs and Pavement Markings program to the Transportation capital program, pending an Approved 2019 Capital Budget reallocation report for Transportation Services later in 2019 to accommodate funding required.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2019.IE5.5>

COMMENTS

Transportation Services is seeking approval to amend the 2019-2028 Approved Capital Budget and Plan 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.

Project Delivery Schedule Amendments

Several Transportation Services' 2019 Capital Programs and Projects, as identified below and summarized in Attachment 1 and 2, are recommended to be adjusted.

1) Funding Reallocation between Programs within the 2019 Capital Budget

Signs and Markings Asset Management Program

At its meeting on June 18 and 19 2019, as part of the report pertaining to School Crossing Guard Services, City Council authorized that \$1.600 million of the Traffic Signs and Pavement Markings program be transferred and funded by the Transportation capital program.

Of the amount noted, \$0.365 million has been accommodated through divisional internal reallocations, resulting in \$1.235 million to be reallocated in 2019 from the listed capital programs in Attachment 1. These programs are anticipated to be underspent in 2019 due to contract pricing and quantities being less than anticipated. At the same time, various projects experienced late tendering and award due to design complexity. The proposed reallocation of funds will result in a net zero impact to the 2019 Approved Capital Budget.

2) Funding Reallocation for Programs within the Ten Year Approved Capital Plan

The capital programs identified in Attachment 2 require a revision to cash flows in the amount of \$96.185 million gross from 2019 to 2020 and beyond. Reasons for cash flow revision are detailed in the attachment and include longer than anticipated time required to secure property acquisitions, project coordination and reprioritization of road work for bundled projects, longer than anticipated time to complete detailed design due to design complexity, and, project pricing received was less than anticipated.

The proposed revisions will re-align the budget with updated program requirements and project delivery schedules resulting in improved spending rates.

CONTACT

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SIGNATURE

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ATTACHMENTS

Attachment 1: Proposed 2019 Budget Adjustments

Attachment 2: Proposed Ten Year (2019-2028) Budget Adjustments

ATTACHMENTS

Attachment 1: Proposed 2019 Budget Adjustments

1) Reallocation of funds between Programs within the 2019 Budget

Program	Account	2019 Approved Capital Budget	2019 Proposed Adjustment	Revised 2019 Approved Capital Budget	Reasons
Signs and Markings Asset Management	CTP717-27	\$1,140,000	\$1,235,000	\$2,375,000	Comply to I.E.5.5
Traffic Plant Requirements & Signal Asset Management	CTP716-07	\$7,025,000	-\$500,000	\$6,525,000	Contract quantities were less than anticipated
Retaining Walls Rehabilitation	CTP516-02	\$2,876,328	-\$735,000	\$2,141,328	Additional delivery time required due to design complexity
Total		\$11,041,328		\$11,041,328	

Attachment 2: Proposed Ten Year (2019-2028) Budget Adjustments

Revised Cash Flows by Year

Program	Account	2019 Approved Capital Budget	Transfer Amount from 2019 Approved Capital Budget to 2020	Transfer Amount from 2019 Approved Capital Budget to 2021	Revised 2019 Approved Capital Budget	Reasons
Engineering Studies - Broadview	CTP818-03	\$2,520,000	\$950,000	\$950,000	\$620,000	Additional delivery time required due to study complexity
EX36.26 OMCC Cycling Infrastructure	CTP818-06	\$6,361,113	\$2,000,000		\$4,361,113	Project coordination with bundled road works
Broadview Extension Property Acquisition	CTP819-02	\$9,800,000	\$9,800,000		\$0	Property Acquisition is taking longer than anticipated
John Street Revitalization Project	CTP817-66	\$1,931,730	\$1,600,000		\$331,730	Additional time required due to design complexity
Rean to Kenaston	CTP817-71	\$6,490,668		\$6,000,000	\$490,668	Property Acquisition is taking longer than anticipated
Scarlett St Clair Dundas (Bridge)	CTP811-43	\$2,553,000	\$1,828,000		\$725,000	Additional delivery time required due to design complexity
EX35.37 York Street Tunnel	CTP818-78	\$1,676,000	\$1,676,000		\$0	Revised Payment Schedule
Facility Improvements	CTP817-09	\$2,659,000	\$570,000		\$2,089,000	Project coordination and Reprioritization of work
IT EWMS improvement	CTP819-01	\$1,496,000		\$569,000	\$927,000	Project coordination
Advanced Traffic Signal Control	CTP716-09	\$1,916,439	\$632,000		\$1,284,439	Contract quantities were less than anticipated
C.I. Humber Trail Extension and Gaps	CTP817-54	\$369,047	\$280,000		\$89,047	Additional delivery time required due to study complexity
N.I. Trent Kelvin Luttrell	CTP417-04	\$100,000	\$70,000		\$30,000	Contract Pricing and Quantities were less than anticipated
MM44.36 N.I. George Street Streetscape	CTP418-03	\$504,375	\$380,000		\$124,375	Realign Cash Flows to work schedule
Traffic Congestion Management	CTP716-30	\$7,030,000		\$1,300,000	\$5,730,000	Reprioritization of work
Rouge National Park	CTP814-55	\$192,884	\$180,000		\$12,884	Payment required was less than anticipated
Six Points Interchange Redevelopment	CTP811-35	\$21,079,503	\$2,600,000		\$18,479,503	Realign Cash Flows to work schedule
F.G. Gardiner Rehabilitation	CTP122-08	\$189,935,926	\$63,000,000		\$126,935,926	Realign Cash Flows to work schedule
F.G. Gardiner Interim Repairs	CTP122-06	\$7,548,783	\$1,800,000		\$5,748,783	Realign Cash Flows to work schedule
Total		\$264,164,468	\$87,366,000	\$8,819,000	\$167,979,468	

Revised Cash Flows by Funding Source

Program	Account	2019 Approved Capital Budget	Revised 2019 Approved Capital Budget	Funding Source of Transfer Amount						
				Debt	Debt Recoverable	Development Charges (DC)	Reserve / Reserve Fund	DC / Reserve #	Federal / Provincial Grants	Grant
Engineering Studies - Broadview	CTP818-03	\$2,520,000	\$620,000			\$1,900,000		XR2110		
EX36.26 OMCC Cycling Infrastructure	CTP818-06	\$6,361,113	\$4,361,113	\$300,000		\$100,000		XR2110	\$1,600,000	Ontario Municipal Commuter Cycling Program
Broadview Extension Property Acquisition	CTP819-02	\$9,800,000	\$0			\$9,800,000		XR2110		
John Street Revitalization Project	CTP817-66	\$1,931,730	\$331,730				\$1,600,000	XR3026 3700747 (\$1,168,000) & 3700509 (\$432,000)		
Rean to Kenaston	CTP817-71	\$6,490,668	\$490,668			\$6,000,000		XR2110		
Scarlett St Clair Dundas	CTP811-43	\$2,553,000	\$725,000	\$1,740,000		\$88,000		XR2110		
EX35.37 York Street Tunnel	CTP818-78	\$1,676,000	\$0	\$1,676,000						
Facility Improvements	CTP817-09	\$2,659,000	\$2,089,000	\$530,100		\$39,900		XR2110		
IT EWMS improvement	CTP819-01	\$1,496,000	\$927,000	\$569,000						
Advanced Traffic Signal Control	CTP716-09	\$1,916,439	\$1,284,439	\$632,000						
C.I. Humber Trail Extension and Gaps	CTP817-54	\$369,047	\$89,047			\$280,000		XR2114		
N.I. Trent Kelvin Luttrell	CTP417-04	\$100,000	\$30,000				\$70,000	XR3026-3700797		
MM44.36 N.I. George Street Streetscape	CTP418-03	\$504,375	\$124,375				\$380,000	XR3026-3700885 (\$250,000) & 3700795 (130,000)		
Traffic Congestion Management	CTP716-30	\$7,030,000	\$5,730,000	\$1,196,000		\$104,000		XR2110		
Rouge National Park	CTP814-55	\$192,884	\$12,884				\$180,000	XR1012-LARF		
Six Points Interchange Redevelopment	CTP811-35	\$21,079,503	\$18,479,503	\$1,741,006	\$181,937	\$677,058		XR2110		
F.G. Gardiner Rehabilitation	CTP122-08	\$189,935,926	\$126,935,926	\$63,000,000						
F.G. Gardiner Interim Repairs	CTP122-06	\$7,548,783	\$5,748,783				\$1,800,000	XQ0011		
Total		\$264,164,468	\$167,979,468	\$71,384,106	\$181,937	\$18,988,958	\$4,030,000		\$1,600,000	