

**REPORT FOR ACTION****Solid Waste Management Services 2019 Year End Capital Budget and 2020-2028 Capital Plan Adjustments**

Date: June 3, 2020

To: Executive Committee

From: General Manager, Solid Waste Management Services

Wards: All

SUMMARY

This report requests City Council's authority to amend Solid Waste Management Services' Approved 2019 Capital Budget and 2020-2028 Capital Plan to reallocate project costs and cash flow to align with project progress and expenditures. The adjustments will have a zero dollar impact on the 2019 Capital Budget and 2020-2028 Capital Plan and will align the budget and plan with Solid Waste Management Services' capital project delivery schedule and program requirements.

RECOMMENDATIONS

The General Manager, Solid Waste Management Services recommends that:

1. City Council authorize the reallocation of 2019 cash flows in Solid Waste Management Services' Approved 2019 Capital Budget and 2020-2028 Capital Plan in the amount of \$1,428,969, from projects that have been under budget or delayed to those requiring additional funding, as presented in Attachment 1, with a net zero Budget impact.

FINANCIAL IMPACT

This re-allocation requests City Council's authority to amend Solid Waste Management Services' Approved 2019 Capital Budget and 2020-2028 Capital Plan to reallocate project costs and cash flow to support project accelerations where year-end project costs exceed 2019 cash flow forecasts. These reallocations will allow Solid Waste Management Services to deliver projects within its capital plan.

The approval of this technical adjustment will authorize the reallocation of cash flows in the Capital Plan as outlined in Attachment 1 where additional funding is required for four Solid Waste Management Services' 2019 Capital Budget and 2020-2028 Capital Plan Adjustment

main projects in the total amount of \$1,428,969. These projects include Collection Yard Asset Management, Green Lane Landfill, Various Transfer Station Asset Management projects and the Bermondsey Transfer Station Stormwater Upgrade Project. The additional costs for these projects are to be offset from equivalent funds available from other sub-projects.

There are therefore no additional costs to the City as a result of the approval of re-allocations. The recommended adjustments will align the 2019 Capital Budget and 2020-2028 Capital Plan with Solid Waste Management Services' capital project delivery schedule and project requirements.

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

DECISION HISTORY

City Council at its meeting on October 2 and 3, 2019 approved the reallocation of project costs and cash flows in Solid Waste Management Services' Approved 2019 Capital Budget and 2020-2028 Capital Plan in the amount of \$4.109 million from projects that have been awarded under budget or delayed to those requiring additional funding. The Council Decision Document can be found at:

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2019.EX8.18>

At its meeting on May 14 and 15, 2019, City Council adopted EX5.4 - 2019 Capital Budget Adjustments for Carry Forward Funding. The approved budget, through adjustment to the carry-forwards, was amended by City Council resulting in an overall budget increase of \$6.324 million. The City Council Decision Document can be found at:

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

At its meeting on March 7, 2019, City Council adopted EX2.3 - 2019 Rate Supported Budgets - Solid Waste Management Services and Recommended 2019 Solid Waste Rates and Fees", approved Solid Waste Management Services' 2019 Capital Budget and 2020-2028 Capital Plan, which included approval of a 2019 Capital Budget cash flow of \$641.280 million. The Council Decision Document can be found at:

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2019.EX2.3>

COMMENTS

Solid Waste Management Services is seeking to amend the 2019 Approved Capital Budget and 2020-2028 Capital Plan to better align the cash flows with capital delivery and project requirements for four projects in the amount of \$1,428,969.

The additional costs are offset by projects which have been under budget or delayed, as outlined and explained in in Attachment 1.

CONTACT

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SIGNATURE

Matt Keliher
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ATTACHMENT

Attachment 1 - Solid Waste Management Services 2019 YE Capital Budget Adjustments