



Report to: General Committee

Report Date: December 15, 2008

SUBJECT: 2009 Capital and Other Programs Budget Pre-Approval
PREPARED BY: Andrea Tang, Manager of Financial Planning

RECOMMENDATION:

That the report dated December 15, 2008 entitled "2009 Capital and Other Programs Budget Pre-Approval" be received;

And that the projects, sources of funding, and amounts listed in Appendix A be approved in advance of Council approval of the overall 2009 Budget;

And that Staff be authorized and directed to do all things necessary to give effect to this resolution.

PURPOSE:

To obtain budget pre-approval of specific 2009 capital projects and amounts in advance of the overall 2009 Budget approval.

BACKGROUND:

On December 8, 2008, the Budget Sub-Committee recommended the 2009 capital projects and amounts listed in Appendix A, totalling \$19,639,530, for budget pre-approval and to be brought forward to the December 15th General Committee meeting followed by Council on December 16th.

OPTIONS/ DISCUSSION:

At the December 8, 2008 Budget Sub-Committee, Staff brought forward the 2009 capital projects recommended for pre-budget approval.

All projects as recommended by Staff were approved by the Budget Sub-Committee with the following resolutions to the two projects as outlined below:

- That a portion of Capital Project #9052 - China and India Economic Alliance & Investment Attraction (\$30,000 out of the total budget pre-approval request of \$60,000), be pre-approved as part of the 2009 Capital Budget, as follows:
 - a) Participate in the Trillium Medical Technology Association (TMTA) business mission to China (Spring 2009) including attendance at world's 2nd largest medical device trade show - \$15,000, and
 - b) Participate in Greater Toronto Marketing Alliance (GTMA) business mission to Mumbai, India (February) to attend "FRAMES" the largest digital media trade show and conference in Asia - \$15,000
- That Capital Project #9139 - Crosby Arena - Floorboards & Refrigeration Equipment Replacement, be pre-approved as part of the 2009 Capital Budget; and

That the Commission of Community and Fire Services be requested to report back prior to the tender being awarded.

Pre-approval of time sensitive capital projects has the following main advantages:

1. Earlier completion of capital projects
2. Competitive pricing as a result of early tendering
3. Early tendering of construction related projects will result in construction taking place during prime construction season
4. More evenly distributed workload for staff participating in the tender, evaluation and contract award process

FINANCIAL CONSIDERATIONS:

Appendix A outlines the capital projects and amounts recommended for pre-budget approval by the Budget Sub-Committee at the December 8, 2008 meeting.

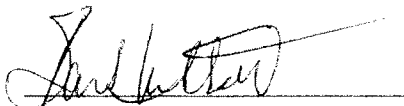
The total amount recommended for pre-budget approval is \$19,639,530 (see Appendix A) which represents approximately 17% of the \$113,826,700 preliminary 2009 Capital and Other Programs Budget.

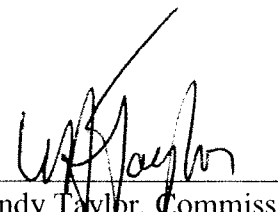
The \$19,639,530 of projects listed in Appendix A is comprised of a total of 32 different projects, each with its own source of funding. In summary the sources of funding for the pre-budget approval requests are as follows:

Development Charges	\$11.04M
Life Cycle Reserve	3.13M
Provincial Grants	2.95M
Waterworks Reserve	1.42M
Ramp-Up Reserves	0.45M
Closed Capital from previous years	0.44M
Operating Budget Funded	0.16M
Other	<u>0.05M</u>
Total	<u>\$19.64M</u>

RECOMMENDED

BY:


Barb Cribbett, Treasurer


Andy Taylor, Commissioner
Corporate Services

ATTACHMENTS:

Appendix A – 2009 Capital and Other Programs Budget – Requests for Pre-Approval

TOWN OF MARKHAM
2009 CAPITAL and OTHER PROGRAMS BUDGET
Requests for Pre-Approval

APPENDIX A

Pro-rated Source of Funding

Project #		Project Description	Proposed Budget	Pre-approval Requests as % of Project	Operating Budget Funded	Life Cycle	Development Charges	Other	Total Description of Funding Other Funding
Development Services									
Economic Development									
9052		China and India Economic Alliance & Investment Attraction	60,000	50%	30,000	-	-	-	30,000
9053		National Centre for Medical Device Devt and Special Projects	80,000	50%	40,000	-	-	-	40,000
9054		Economic Alliance and Twinning Program	30,000	50%	15,000	-	-	-	15,000
TOTAL Economic Development			170,000	85,000	85,000	-	-	-	85,000
Planning									
Directed Growth Strategy									
9057		Growth Management Contract Staff	454,600	50%	-	-	166,500	60,800	227,300 Carry Forward
9076		Growth M.S. - Community Infrastructure Capacity Review	75,000	100%	-	-	75,000	-	75,000
9337		Growth Management Communications Program	100,000	50%	-	-	50,000	-	50,000
Subtotal - Directed Growth Strategy			629,600	352,300	-	-	291,500	60,800	352,300
9059		Annual Top Up - Heritage Façade Improve/Sign Replacement	33,000	53%	-	-	-	17,500	17,500 Development Fees
9068		Markham Centre - Finalize Streetscape Details	75,000	100%	-	-	75,000	-	75,000
9069		Markham Centre U.D. Guidelines - Built Form & Open Space	150,000	100%	-	-	150,000	-	150,000
9349		Markham Centre - East Precinct Plan	150,000	100%	-	-	150,000	-	150,000
TOTAL Planning			1,037,600	744,800	-	-	666,500	78,300	744,800
Design									
9088		Leitchcroft (Times Galleria) Community Park - Construction	2,278,100	100%	-	-	2,050,290	227,810	2,278,100 Provincial Grant
9332		Civic Centre - Interlocking Brick Replacement	530,000	53%	-	148,030	-	132,070	280,100 Carry Forward
TOTAL Design			2,808,100	2,558,200	-	148,030	2,050,290	359,880	2,558,200
Engineering									
9300		Rodick Road Extension - PH III (14th to Esna	11,731,000	4%	-	-	500,000	-	500,000
9320		Enterprise Drive - PH II Construction	7,825,000	100%	-	-	7,825,000	-	7,825,000

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Project #	Project Description	Proposed Budget	Pre-approval Requests as % of Project	Operating Budget		Life Cycle	Development		Total Description of Funding Other Funding
				Funded	Charges		Other		
9325	Main Street, Unionville, South of Hwy 7	3,696,000	100%	3,696,000	-	-	-	3,696,000	Waterworks, Prov. Grant
TOTAL Engineering		23,252,000		12,021,000		-	8,325,000	12,021,000	
TOTAL Development Services		27,267,700		15,409,000		85,000	11,041,790	4,134,180	15,409,000
CAO, Legal, HR, & Strategic Initiatives									
Human Resources									
9000	Diversity Initiative - External Consultant	50,000	30%	15,000	-	-	-	-	15,000
9002	Legislatively Mandated Accessibility Training	60,000	100%	60,000	-	-	-	-	60,000
TOTAL CAO, Legal, HR, & Strategic		110,000		75,000		75,000	-	-	75,000
Community & Fire Services									
Recreation Services									
9136	Milliken Mills C.C. - Soccer Dome - Field	250,000	100%	250,000	-	-	-	-	250,000
9139	Crosby Arena - Floorboards & Refrig. Equipment Replace	800,000	100%	800,000	-	-	-	-	800,000
9162	Thornhill C.C. - Rink Beam Repair - Low E Ceiling Replacement	165,000	100%	165,000	-	-	-	-	165,000
TOTAL Recreation Services		1,215,000		1,215,000		-	-	-	1,215,000
Operations - Roads									
9166	Asphalt Resurfacing - Annual Program	5,824,400	3%	150,000	-	-	-	-	150,000
9168	Emergency Repairs - Annual Program	104,000	100%	104,000	-	-	-	-	104,000
9170	Localized Repairs - Curb & Sidewalk - Annual	520,200	100%	520,200	-	-	-	-	520,200
9171	Parking Lots	506,100	100%	506,100	-	-	-	245,000	506,100
9182	Railway Crossing Improvements - Annual	30,000	100%	30,000	-	-	-	-	30,000
TOTAL Operations - Roads		6,984,700		1,310,300		-	245,000	1,310,300	Carry Forward
Operations - Parks									
9188	Replacement of Boulevard/Park Trees - Annual	153,000	100%	153,000	-	-	-	-	153,000
9186	Paving Pathways & Facilities - Annual Program	106,100	100%	106,100	-	-	-	-	106,100
TOTAL Operations - Parks		259,100		259,100		-	-	-	259,100
Facility Assets									
9218	Corporate Space Planning	500,000	100%	500,000	-	-	-	450,820	500,000
TOTAL Facility Assets		500,000		500,000		-	49,180	450,820	Ramp-up Reserves

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Project #	Project Description	Proposed Budget	Pre-approval Requests as % of Project	Operating Budget		Development Charges	Other	Total Description of Funding Other Funding
				Funded	Life Cycle			
Right-of-Way Assets								
9239	Glynwood Surcharge Sewer Construction	1,100,000	25%	-	-	-	275,000	Glynwood, ROY \$100k, Prov. Grant \$1M
TOTAL Capital Works, ROW		1,100,000	275,000	-	-	-	275,000	
Operations - Fleet								
9244	Corporate Fleet Replacement - Annual Program	1,139,100	32%	-	362,530	-	-	362,530
9247	Corporate Fleet Refurbishing - Annual Program	33,600	100%	-	33,600	-	-	33,600
TOTAL Operations - Fleet		1,172,700	396,130	-	396,130	-	-	396,130
Waterworks								
9284	Water Meter Replacement/Upgrade Program	450,000	44%	-	-	-	200,000	Waterworks Reserve
TOTAL Waterworks		450,000	200,000	-	-	-	200,000	200,000
TOTAL Community & Fire Services		11,681,500	4,155,530	-	2,984,710	-	1,170,820	4,155,530
REPORT TOTAL		39,059,200	19,639,530	160,000	3,132,740	11,041,790	5,305,000	19,639,530

