

TO: Mayor Avis & Members of Council

FROM: Laurie Lindberg, Treasurer

DATE: March 22, 2018

SUBJECT: 2017 Capital Financing

BACKGROUND

The 2017 Capital Budget in total was \$7,568,731.00 with intended financing of \$2,729,070.00 from Corporate Reserve Funds (\$1,709,968), Cemetery Reserve Fund (\$11,000), Handi-Van MTO Gas Tax Reserve Fund (\$50,000), Library/Technology Reserve Fund (\$35,000), (Federal Gas Tax Reserve Funds (\$820,000) and Water & Sewer Reserve Funds (\$103,102) with balance funding from Federal & Provincial Grants and contributions from others.

The attached 2017 Capital & Reserve Fund Balancing report lists the budgeted reserve fund allocations for the individual projects/purchases, the Capital expense to December 31/17, other sources of revenue received, amount of reserve funds allocated to date, and the remaining funds required for financing the Capital Fund. The second-last column (light green column) is the difference between the Reserve Fund allocation as per approved Capital Fund budget and the total Reserve Funds to support the Capital Fund. This indicates that overall the Reserves Funds required to fund capital is \$59,164.57 less than the 2017 budgeted Reserve Fund allocation resulting from projects/purchases that were not completed, or the projects/purchases came in under the budget amount.

Reserve Funds allocated to finance 2017 Capital less Reserve Funds Actual to December 31, 2017 is \$2,248,330.19 and the additional Reserve Funds required to finance the balance of the projects/purchases for 2017 is \$412,575.44 and General Revenue Funding for Town employee salaries, benefits, stores and own equipment rental of \$37,651.09 for capital project as follows:

	<u>Amount</u>	<u>Reserve Fund</u>	<u>Revenue Fund</u>
Computer Upgrades/Server	\$ 7,041.23	Corporate Projects	
Civic Centre Walkway/Sidewalk	\$ 28,551.10	Corporate Building	
Rainy Lake Market Square Renovations	\$239,687.10	Corporate Projects	
Public Works Stores/Coffee Room	\$ 10,943.76	Corporate Buildings	
Bobcat with Track and Attachments	\$ 245.37	Corporate Vehicles/Equip	
Oakwood Road Surface Treatment	\$ 12,876.42	Corporate Projects	
Asset Management Plan			\$20,012.72
Nelson Street – Mosher Ave	\$ 42,426.72	Corporate Projects	
Phair Ave Reconstruction 3 rd St -5 th St	\$ 7,635.29	Corporate Projects	
Colonization Road E	\$ 62,919.30	Corporate Projects	
Kings Hwy – Wright to York	\$ 2,090.21	Corporate Projects	

	<u>Amount</u>	<u>Reserve Fund</u>	<u>Revenue Fund</u>
Waterfront Walkway Poles	\$ 1,196.59	Corporate Projects	
Airport Sanitary Holding Tank Installation			\$ 8,051.71
Sunny Cove Upgrades	\$ 555.12	Corporate Projects	
Multi-Use/Tennis Court Construction	\$ 6,716.65	Corporate Projects	\$ 9,586.66
Museum Roof Replacement	\$ 1,610.55	Corporate Building	
	<u>\$424,495.41</u>		<u>\$ 37,651.09</u>

RECOMMENDATION

The Administration & Finance Executive Committee recommends that Council approve the additional Reserve Fund allocation to fund the remaining Capital expenditures in the amount of \$424,495.41 from Reserve Funds as indicated in this report and approve \$37,651.09 contributions from the General Revenue Fund (Operating) to complete the financing of the 2017 Capital purchases/projects as outlined in the attached report.

Council Approval of This Report Will approve the Administration & Finance Executive Committee recommendation to allocate Contributions to Capital from Reserve Funds in the amount of \$424,495.41 and Contributions to Capital in the amount of \$37,651.09 from the General Operating Fund to finance 2017 Capital Fund expenditures outlined in this report and summarized as follows:

General Fund Contribution	\$ 37,651.09
And	
Corporate Building Reserve Fund	\$ 41,105.41
Corporate Vehicle/Equip Reserve Fund	\$ 245.37
Corporate Projects Reserve Fund	<u>\$ 383,144.63</u>
	<u>\$ 462,146.50</u>