

2020 Capital Budget Amendment – Millennium Place Capital Lifecycle
Report Purpose

To seek Council approval to amend the 2019 and 2020 Annual Facility Capital Lifecycle budgets to transfer costs and funding for Millennium Place replacements out of the annual program projects and into a new project for administrative purposes.

Recommendation

THAT an amendment to the 2019 Capital Budget to reduce the scope of the Annual Facility Capital Lifecycle project budget in the amount of \$5,000,000 (from \$7,000,000 to \$2,000,000) and to release the associated funding commitment of \$5,000,000 from Municipal Reserves, be approved; and

THAT an amendment to the 2020 Capital Budget to change the source of funding on the Annual Facility Capital Lifecycle project budget from the MSI grant to Municipal Reserves in the amount of \$2,349,000, be approved; and

THAT an amendment to the 2020 Capital Budget to create a new project for Millennium Place Lifecycle in the amount of \$5,000,000, to be funded \$500,000 from Municipal Reserves and \$4,500,000 from the MSI grant, be approved.

Our Prioritized Strategic Goals

Goal 1 - Build strong communities to support the diverse needs of residents

Goal 2 - Manage, invest and plan for sustainable municipal infrastructure

Goal 6 - Provide facilities and services that are available and accessible to residents

Report

This amendment will address administrative requirements related to the grant application and reporting processes for the MSI grant. Overall, there will be no change to the scheduled replacement work approved through the 2019 and 2020 budget processes. This amendment will transfer previously approved costs and funding related to Millennium Place to a new project to align with MSI guidelines as outlined by Municipal Affairs. The remaining Facility Lifecycle project does not align with the current MSI guidelines therefore reserve funding is required.

Historically, the County’s grant application practice involved the grouping of lifecycle work across multiple facility locations onto one application, based on the work that was being completed. Recent changes by Municipal Affairs require that a separate application be submitted for each capital asset, except where assets can be grouped together to provide a service and/or are related to the same system. To accommodate this change and to maximize our MSI grant usage, it is necessary to group the Millennium Place activities into a single project.

Planned expenditures by year

The following chart illustrates planned expenditures by year for multi-year projects.

Year	2020	2021	2022	Total
Expenditure by Year	\$3,550,000	\$1,450,000	\$0	\$5,000,000

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Associate Commissioner, Division: Gregory J. Yeomans, Chief Financial Officer; Lori Cooper, Corporate Services

Lead Department: Corporate Planning

Council and Committee History

July 7, 2020	Council approved the 2020 Capital Budget Amendment – Festival Place Equipment Replacement
December 5, 2019	Council approved the 2020 Capital Budget
September 10, 2019	Council approved the 2019 Capital Budget Amendment - Annual Facility Capital Lifecycle 2019
December 6, 2018	Council approved the 2019 Capital Budget

Other Impacts

Policy: FIN-001-024: Financial Reserves; FIN-001-027: Tangible Capital Assets Financial Reporting Policy

Legislative/Legal:

Interdepartmental: Facility Services; Corporate Planning; Corporate Finance; Recreation, Parks and Culture

Master Plan/Framework: n/a