

2015 Capital Budget Amendment – Central Sherwood Park Stormwater Upgrades**Report Purpose**

To amend the 2015 Capital Budget for a change in funding (only) of the Central Sherwood Park Stormwater Upgrades project.

Recommendation

THAT an amendment to the 2015 Capital Budget for the Central Sherwood Park Stormwater Upgrades project to change the funding source for the amount of \$3,625,000 from the Alberta Environment Grant to the Utilities Infrastructure Lifecycle, Maintenance and Replacement Reserve (11.4440), be approved.

Council History

December 9, 2014 Council approved the 2015 Capital Budget

Strategic Plan Priority Areas

Economy: The Central Sherwood Park Stormwater Upgrades project contributes towards effective and efficient municipal infrastructure to meet the needs of our growing community.

Governance: n/a

Social: n/a

Culture: n/a

Environment: n/a

Other Impacts

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

Legislative/Legal: n/a

Interdepartmental: Financial Services; Utilities

Summary

The Central Sherwood Park Stormwater Upgrades project will improve the flood protection to Eastgate Lake and the surrounding properties by increasing the volume of Eastgate Lake. The existing pond will also require modifications in order to be capable of receiving these diverted flows.

The original budget submission approved by Council utilized a combination of debt (\$1.625m) and grants (\$3.625m) for a total project cost of \$5,250,000. It was planned to apply for provincial funding for the majority of the project, with the caveat that if funding should be denied, the project would need to come back to Council. In Q3 of 2016, a response was received that funding has been denied by the province; this was the second rejection. This project is still a priority therefore it is proposed that reserve funds be used to fund the balance of the project. If this change in funding is approved, construction is projected to start in 2017.

The following is an estimated planned spending timeline of the project (cashflow):

Year	2017	2018	2019	Total
Expenditure by Year	\$1,000,000	\$4,250,000	\$0	\$5,250,000

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