



Council Report

Report Number: CORP2022-010
Meeting Date: December 13, 2022
Title: 2022 Q2 Capital Close
Description: Closing Completed Capital Projects
Author and Title: Logan Watson, Junior Accountant

Recommendation(s):

That Report CORP2022-010, **2022 Q2 Capital Close**, be received;

That the capital projects identified in Appendix A to Report CORP2022-010 be approved to be closed due to completion;

That the balances in the table below and provided in Appendix A be transferred to the corresponding reserves;

Reserve	Report Closing Balance
Capital Contingency Reserve	\$281,571.90
Area Rate Stabilization Reserve	\$19,102.59

That the following projects be granted an extension to December 31, 2022:

- 932172201 ***Coboconk Fire Hall Upgrades
- 942210101 ***KLPS Computers
- 950151801 ***Logie Park Improvements
- 953200301 ***Bobcaygeon Library
- 991210101 ***Oakwood Depot Oil/Grit Separate
- 928151500 ERP System

Department Head: _____

Financial/Legal/HR/Other: _____

Chief Administrative Officer: _____

- 950200500 Cemetery Site works
- 928200100 IT Systems
- 999210401 Repair RBC Train #2 King's Bay
- 950180100 Parkland Site works
- 938220210 Paramedic Fleet and Equipment
- 938220101 ***Paramedic Facilities
- 950210400 Cemetery Site work/Facility
- 950210600 Rep/Enh of Parks Infrast-ICIP
- 938210200 Paramedic Fleet/Equipment
- 983210100 Bridges
- 983210500 Rural Resurfacing
- 983210900 Street lighting & Traffic
- 997210100 Landfill Site works

That the following projects be granted an extension to June 30, 2023:

- 932130701 ***Central Training Facility
- 969210201 ***Emergency Project -New MUA Unit
- 983221001 ***Parking Lots
- 987220101 ***Airport Commercial Area
- 928210100 IT Systems
- 932200100 Fire Facilities
- 950210300 P&R Equipment
- 953180100 B&P Facilities Program
- 969200100 Victoria Manor
- 969210100 Victoria Manor Projects
- 928190100 IT Systems
- 928220100 IT Systems
- 932220200 Fire Fleet and Equipment
- 950190100 Parkland Site works
- 950210100 Parkland Site work/Facility
- 983220100 Bridges
- 983220200 2022 Culverts and Drains
- 983220400 Urban/Arterial Resurfacing
- 983220500 Rural Resurfacing
- 983220600 Gravel Resurfacing
- 983220700 Lifecycle Management
- 983220800 Sidewalks
- 983220900 Streetlights and Traffic Sign
- 997220100 Landfill Site works and Facility
- 998210400 WWW Studies & Special Projects
- 998220100 Water Treatment

- 998220200 Wastewater Treatment

That the following projects be granted an extension to December 31, 2023:

- 950220200 Recreation Facilities
- 998210100 Water Treatment
- 998210200 Wastewater Treatment
- 998210300 W Distribution WW Collect
- 932190100 Fire Facilities
- 950190300 Recreation Facilities
- 950220100 Parks Site works and Facilities
- 983200300 Urban Rural Reconstruction
- 983210200 Culverts & Drains
- 998200400 WWW Studies/Special Projects

That the following projects be granted an extension to June 30, 2024:

- 983221101 ***Wilson Fields Storm Water Pond
- 997220301 ***Lin-Ops LF Compost Pond Valve
- 983210300 Urban/Rural Reconstruction

That the following projects be granted an extension to June 30, 2025:

- 987200301 ***Runway 03/21

That the following projects be granted an extension to December 31, 2025:

- 983220300 Urban/Rural Reconstruction

That the following projects be granted an extension to June 30, 2027:

- 987200401 ***Runway 13/31
- 983221307 ***Sunrise Road (Emily)
- 983221314 ***Weston Road

Background:

This report is provided to advise Council on each capital project's actual costs versus the approved budget and to close projects that are complete as of June 30, 2022 in accordance with the Capital Close and Administration Policy.

Rationale:

The expectation of a capital close report is to bring completed capital projects to a zero balance by recommending provisions for any shortfalls and disposition of surplus amounts. When projects are closed with a surplus, the surplus is typically transferred to the Capital Contingency Reserve. There are some exceptions to this practice. If the project being closed was funded from a source other than the general tax levy, then the surplus is returned to that source of funding.

Please see below a list of attachments:

Appendix A - Lists all projects completed and recommended to be closed identifying the amount that will be returned to the funding source indicated.

Appendix B – Lists all projects that will be complete as of June 30, 2022 or are on target to be completed by their current completion date. The project numbers with three asterisks (***) are multiyear projects that will have additional funding over multiple years and will be using the same project number until the project is completed.

Appendix C – Lists the active projects that are seeking Council Resolution to extend the current completion date.

Remaining open projects total \$250.6 Million in total budget. The spending to date is approximately \$148.2 Million. There is currently \$102.4 Million of capital spending still to be incurred and of that total, 54.0% of the projects are on track and have the capacity and resources to be completed on schedule. The remaining 46% of projects have been delayed for various reasons and are requesting extensions.

Other Alternatives Considered:

Council may choose an alternative direction with respect to where the over and under expenditures should be transferred. Staff's recommendations are in accordance with the Capital Close Policy CP2021-015.

Financial/Operation Impacts:

The status of each project has been reviewed by Directors and appropriate management staff. The table below illustrates the effect of the project closures on various Reserves and Deferred Revenue accounts.

Appendix A: Completed Projects

The table below is a listing of the reserves that require Council approval to transfer funds to.

Reserve	Report Closing Balance
Capital Contingency Reserve	\$281,571.90
Area Rate Stabilization Reserve	\$19,102.59

Obligatory Funds

Below is a table listing the obligatory funds for which the return of funding does not require Council approval, all deficits require Council approval and are included in the Council resolutions.

Obligatory Reserves and Development Charge Reserve	Report Closing Balance
Development Charge Reserve	\$3,180.46
Infrastructure Gas Tax Reserve	\$587,063.37

Debenture Proceeds

The financing by debenture will not change as no projects utilizing this source of funding are being closed.

In summary, a total of \$890,918.32 is recommended to be closed and returned to the original budget funding sources. There are currently 151 projects and staff recommend closing 10 projects, leaving a remaining 141 projects open.

Consultations:

Directors, Managers and Executive Assistants

Attachments:

Appendix A: Completed projects



Attachment A -
Closing Projects.xlsx

Appendix B: Projects on target to be closed by current completion date



Attachment B - On
Target Projects.xlsx

Appendix C: Projects requesting an extension



Attachment C -
Projects Requesting a

Department Head email: rtaylor@kawarthalakes.ca

Department Head: (Acting) Ron Taylor