



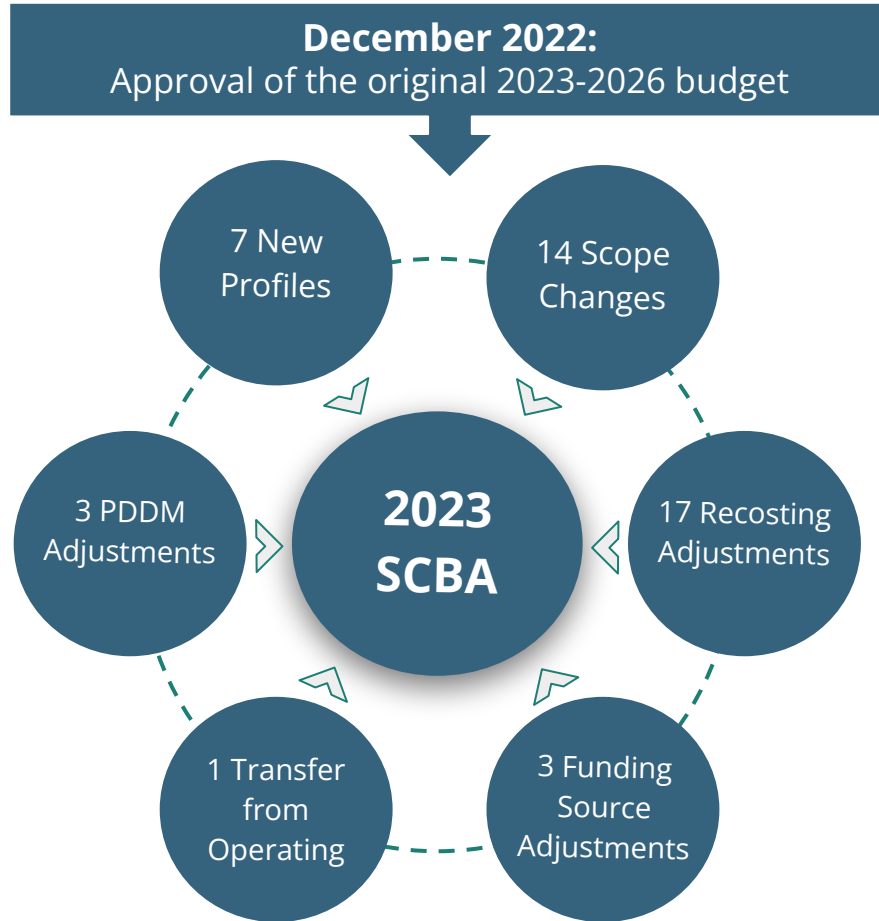
Spring 2023 Supplemental Capital Budget Adjustment - Update

City Council
June 13, 2023

Capital Budget

Council Decision required for:

- 45 recommended adjustments in Attachment 4
- Private budget adjustment outlined in Attachment 8



2023-2026 Capital Budget (\$millions)

Approved 2023 - 2026 Capital Budget	2023 to 2026	2027 & Beyond	Total
Tax Supported Operations	9,230	717	9,947
Waste Utility	163	19	182
Blatchford and Downtown District Energy Utility	61	-	61
Total Approved Capital Budget	\$9,454	\$736	\$10,190

Spring 2023 - High-Level Impact Summary

(\$millions)

Category	Total Budget Requests	Less: Funded with Transfers to/(from) Existing Budgets	Net Impact to Approved Capital Budget	Projects
New Profiles Recommended for Funding	\$110.7	(99.6)	11.1	<i>Warehouse Park, Imagine Jasper Avenue, 107 Avenue Revitalization, other</i>
Scope Change - Increases	38.9	(35.2)	3.7	<i>Peter Hemingway Fitness and Leisure Centre Phase 2, Scona Pool demolition, other</i>
Recosting - Increases	24.1	(12.0)	12.1	<i>Iron Works Building Rehabilitation, other</i>
Recosting - Decreases	(13.7)	11.5	(2.2)	<i>Various</i>
Transfers From Operating	1.0	-	1.0	<i>Various</i>
Grand Total	\$161.2	(\$135.5)	\$25.7	

Edmonton Coliseum Demolition

Repayment of Land Fund Retained Earnings

- Administration is recommending allocating a portion of the increased land enterprise dividend to repay Land Fund Retained Earnings
 - Results in no increase to 2024 to 2026 tax levy
 - Results in no reductions required to previously approved capital projects
 - Ability to repay within the five-year time frame
- Administration will bring forward the recommendations required to recognize the increase and redirection of the land enterprise dividend as part of the Fall 2023 Supplemental Operating Budget Adjustment

Corporate Funding Pool

- The Corporate Funding Pool is comprised of the following Funding Sources:
 - Pay-As-You-Go,
 - Municipal Sustainability Initiative (MSI)
 - Local Government Fiscal Framework (LGFF)
 - Canada Community-Building Fund (CCBF)
- Funds are held to address future budget needs and manage emerging items
- Target is to maintain a positive balance

Status of Available Capital Funding (\$millions)

	Total
Funding after 2023-2026 Budget Deliberations	\$ 35.3
<i>Adjustments since Budget Deliberations:</i>	
2022 Year-end adjustments and one-off Council approvals	(7.1)
Funding Prior to Spring 2023 SCBA	\$ 28.2
<i>Recommendations in the Spring 2023 SCBA:</i>	
Funding Swap (50 Street Grade Separation)	(35.3)
Fund new items (Scona Pool Demolition, Taxation and Assessment Collections System)	(3.0)
Funding Deficit Subsequent to Spring 2023 SCBA	\$ (10.1)



Tax-Supported Debt

Adjustments with Debt Implications (\$ millions)	Change to Tax-Supported Debt
Iron Works Building Rehabilitation - Recosting Increase	\$5.1
50 Street CPR Grade Separation - Funding Source Adjustment	(\$66.1)
Stadium LRT Station Upgrade - Funding Source Adjustment	(\$3.5)
Total Reduction to Tax-Supported Debt	(\$64.5)

- Estimated debt servicing savings of \$5.0 million per year phased in over 2024 to 2027
- Adjustments to operating budget will be brought forward at the Fall 2023 Supplemental Operating Budget Adjustment

Renewal Program Funding Levels

Renewal Program Funding Level (Total)	54.0%
Renewal Program Funding Level (Unconstrained less Bridges)	30.7%

Strategies for Addressing Renewal Shortfall Presented in Capital Investment Outlook:

- Right Sizing of Asset Inventory
- New Dedicated Allocation from Tax Levy for Renewal
- Redirection of Neighbourhood Renewal Funding to other Renewal Programs

Thank you
Questions?