

Recommended Budget Adjustment - Exhibition Lands Site Enhancements

Budget Adjustment Explanation and Justification

Council previously approved \$35,000,000 of funding towards the demolition of the Edmonton Coliseum within Integrated Infrastructure Services capital profile “CM-99-9000 - Infrastructure Delivery - Growth”. The Memorandum of Understanding between the City of Edmonton, OEG Sports & Entertainment Inc., and the Province states that the Province will provide a grant in the amount of \$35,000,000 to fund the Edmonton Coliseum demolition project, as well as an additional \$20,000,000 towards additional site improvements. A condition of this funding is that the City must also contribute \$35,000,000 towards site enhancements related to the Coliseum Demolition or other public infrastructure investments within Exhibition Lands.

The budget adjustment recommended within this attachment is to re-scope the City’s original \$35,000,000 of funding that was approved for the Edmonton Coliseum demolition project, towards the future site enhancements or other public infrastructure investments within Exhibition lands required as per the Memorandum of Understanding. In addition, this budget adjustment adjusts the cash flow of the original \$35,000,000 in funding so that it falls entirely within the 2027-2030 capital budget cycle. As these future funds will reside in the Integrated Infrastructure Services growth delivery composite profile, additional planning and design will commence within the profile until such time Checkpoint 3 (Project Development) is achieved and a budget request to Council is made to transfer the funds to a new standalone profile.

The \$35,000,000 of funding being rescope includes \$19,250,000 of Land Enterprise Retained Earnings. At the time this funding was originally approved, a subsequent motion was made to return to Council with a plan to repay Land Enterprise for this amount. In the 2023 Spring Supplemental Capital Budget Adjustment Administration brought forward a repayment strategy that utilized future increases in Land Enterprise dividends paid to general revenue that resulted from a change in dividend calculation methodology to repay Land Enterprise Retained Earnings. Council approved this repayment plan on November 21, 2023, as part of the 2023 Fall Supplemental Operating Budget Adjustment. The budget adjustment recommended in this attachment has no impact on this approved repayment plan, and therefore there is no overall impact to Land Enterprise from this adjustment.

Attachment 12

Detailed Budget Adjustment:

Profile Number	Profile Name	Funding Source	2025	2026	2027	2028	2029	2030	Total
Current Approved Budget for Coliseum Demolition:									
CM-99-9000	Infrastructure Delivery - Growth	Pay-As-You-Go	2,250,000	7,200,000	5,400,000	900,000	-	-	15,750,000
		Land Enterprise Retained Earnings	2,750,000	8,800,000	6,600,000	1,100,000	-	-	19,250,000
		Total	5,000,000	16,000,000	12,000,000	2,000,000	-	-	35,000,000
Budget Adjustment (Recommendation 5) :									
CM-99-9000	Infrastructure Delivery - Growth	Pay-As-You-Go	(2,250,000)	(7,200,000)	(1,462,500)	3,037,500	3,937,500	3,937,500	-
		Land Enterprise Retained Earnings	(2,750,000)	(8,800,000)	(1,787,500)	3,712,500	4,812,500	4,812,500	-
		Total	(5,000,000)	(16,000,000)	(3,250,000)	6,750,000	8,750,000	8,750,000	-
Future Approved Budget for Site Enhancements (If recommendation 5 is approved):									
CM-99-9000	Infrastructure Delivery - Growth	Pay-As-You-Go	-	-	3,937,500	3,937,500	3,937,500	3,937,500	15,750,000
		Land Enterprise Retained Earnings	-	-	4,812,500	4,812,500	4,812,500	4,812,500	19,250,000
		Total	-	-	8,750,000	8,750,000	8,750,000	8,750,000	35,000,000