

2012 - 2021 Capital Investment Agenda and 2012 - 2014 Proposed Capital Budget

Recommendation:

1. That the 2012 - 2021 Capital Investment Agenda be received for information.
2. That the 2012 - 2014 proposed Capital Budget totalling \$2,427,339,000 for tax-supported operations, including composite and single projects, be approved, also including:
 - new tax-supported borrowing authority for 2012 - 2015 of \$56 million, with expenditures to be recovered by future revenues generated from the Quarters Downtown Community Revitalization Levy, *Municipal Government Act* Regulation 173/2010.
 - a dedicated tax levy increase of 1.5% each year in 2012, 2013 and 2014 for the Neighbourhood Renewal Program, subject to Operating Budget approval of the Neighbourhood Renewal Program in 2012, 2013 and 2014.

Report Summary

This report provides the 2012 - 2021 Capital Investment Agenda and the 2012 - 2014 Proposed Capital Budget for Tax-Supported Operations.

Previous Council/Committee Action

At the June 22, 2011, City Council meeting, the 2011 Capital Direction Setting Update was received for information. It outlined the following:

- anticipated renewal targets
- anticipated funding levels
- debt analysis
- direction setting process for the 2012 - 2014 Capital Budget

Report

The 2012 - 2021 Capital Investment Agenda lays out the strategic direction for building and maintaining City of Edmonton infrastructure. The Capital Investment Agenda lays the groundwork for the development of the Proposed 2012 - 2014 Capital Budget, provided in Attachment 1.

The Proposed Budget requests capital project funding approval of \$2,328,981,000 over the 2012 - 2014 period. This includes \$1,192,171,000 or 51% for infrastructure renewal projects, and \$1,136,810,000 or 49% for growth projects.

An additional \$98,358,000 of renewal funding is requested beyond 2014 to fund the completion of recommended single projects that span beyond the 2012 - 2014 period.

The total Proposed Capital Budget is \$2,427,339,000.

Policy

The 2012 - 2014 Proposed Capital Budget complies with the City of Edmonton's Debt Management Fiscal Policy.

PLEASE RETAIN THIS REPORT FOR FUTURE MEETINGS

Corporate Outcomes

This report concentrates on the Corporate Goal of Ensuring Edmonton's Financial Sustainability by contributing to the following Corporate Outcomes:

- The City has well managed and sustainable assets and services
- The City has a resilient financial position
- The City has balanced revenue streams that are sustainable

Budget/Financial Implications

2012 - 2014 Capital funding assumes an dedicated Tax Levy Increase of 1.5% in 2012, 2013 and 2014 for the Neighbourhood Renewal Program. This is subject to Operating Budget approval for 2012, 2013 and 2014.

Justification of Recommendation

1. Approval of the 2012-2014 Proposed Capital Budget will enable Administration to expend funds on priority capital projects in 2012 and beyond.
2. Approval will also enable Administration to bring forward Debt Borrowing Bylaws to fund additional projects recommended for Tax-Supported Debt financing.

Attachments

1. 2012 - 2021 Capital Investment Agenda and 2012 - 2014 Proposed Capital Budget

Others Reviewing this Report

- Corporate Leadership Team