

2012 Operating and Capital Utilities Budget

For Discussion

Recommendation:

That the 2012 Operating and Capital Utilities Budget be approved as follows:

- a) Sanitary Drainage Utility with Revenues of \$97,225,000 and Expenditures of \$78,180,000.
- b) Stormwater Drainage Utility with Revenues of \$37,288,000 and Expenditures of \$24,687,000.
- c) Waste Management Utility with Revenues of \$144,352,000 and Expenditures of \$144,352,000.
- d) Sanitary and Stormwater Drainage Utilities 2012-2014 Capital Budgets of \$419,828,000, including a carry forward from 2011 of \$5,332,000.
- e) Waste Management Utility 2012-2014 Capital Budgets totalling \$85,268,000 including a carry forward from 2011 of \$8,800,000.

Report Summary

This report presents the 2012 Operating and Capital Budgets for the Sanitary Drainage Utility, Stormwater Drainage Utility, and the Waste Management Utility.

Previous Council/Committee Action

At the December 10, 2010, City Council meeting, Council passed Bylaw 15478 which established a Utility Committee for the purpose of the following:

168.3 The Utility Committee reviews and makes recommendations to Council about:

- (a) reports on the governance, policy, budget, and rate regulation of the City Regulated Utilities
- (b) Utility Advisor reports
- (c) Utilities Consumer Advocate Advisory Board reports

At the October 12, 2011, City Council meeting, the 2012 Budget Process was approved.

Report

- On October 20, 2011, the Proposed 2012 Operating and Capital Utility Budgets were released electronically on the City of Edmonton's website and hard copies delivered to City Council and Council's Utility Advisor.
- The Proposed 2012 Operating and Capital Utility Budgets Binder includes the following:
 1. Proposed 2012 Utility Budgets Overview
 - Summary
 - Drainage Services Utility Budget (Sanitary Drainage and Stormwater Drainage)
 - Waste Management Services Utility Budget
 2. Report from Utility Advisor
 3. 2012 Utility Rate Filings
 - Drainage Services Utility
 - Waste Management Utility

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.

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- The City has a resilient financial Position.
- The City has balanced revenue streams that are sustainable.

Public Consultation

A non-statutory public hearing was held on November 23, 2011.

Budget/Financial Implications

- Approval of the Proposed 2012 Operating and 2012-2014 Capital Utility Budgets will result in all three Utilities making positive strides towards the Financial Indicators approved by City Council under the Utilities Fiscal Policies. The Financial Indicator Targets will not all be met in 2012.
- The monthly impact to the typical single-family residential customer is as follows:

	<u>Monthly Increase</u>
Sanitary Drainage	\$ 4.77
Stormwater Drainage	1.46
Waste Management	<u>2.26</u>
Total	<u><u>\$8.49</u></u>

Justification of Recommendation

The amounts reflected, if recommended by the Utility Committee and approved by City Council, will form the budget motion for the 2012 Utilities' Operating and Capital Budgets.

Attachments

1. Utilities Budget – 2012 City Council Discussion