

2011 Capital Budget 2012 to 2015 Capital Outlook

Presented by: Lorella Hayes
Finance Committee Meeting
March 7, 2011

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Capital Budget

2011 Capital Budget



Tax Supported Capital	\$60 M
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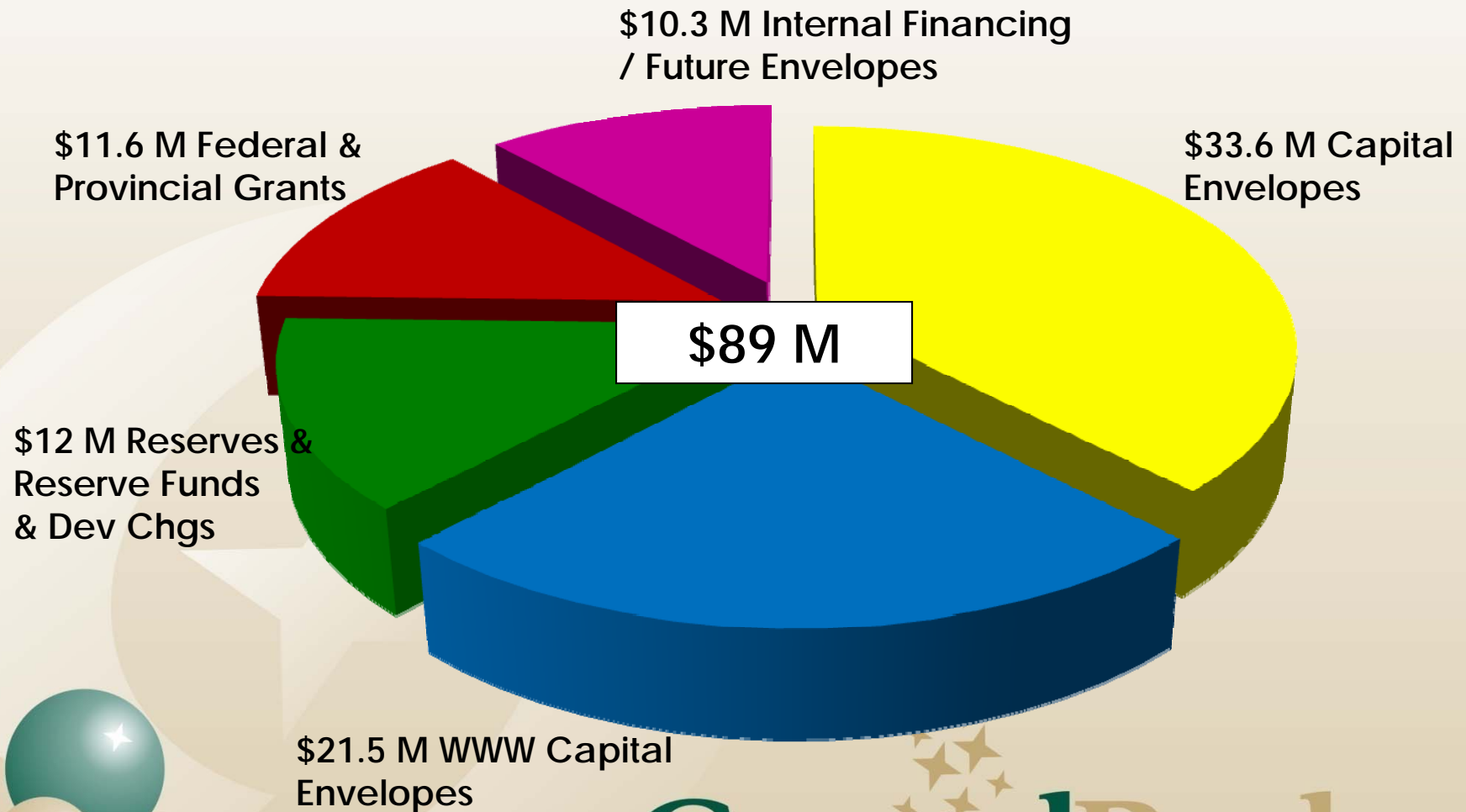
Water and Wastewater Capital	\$29 M
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Total	\$89 M
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Capital Budget

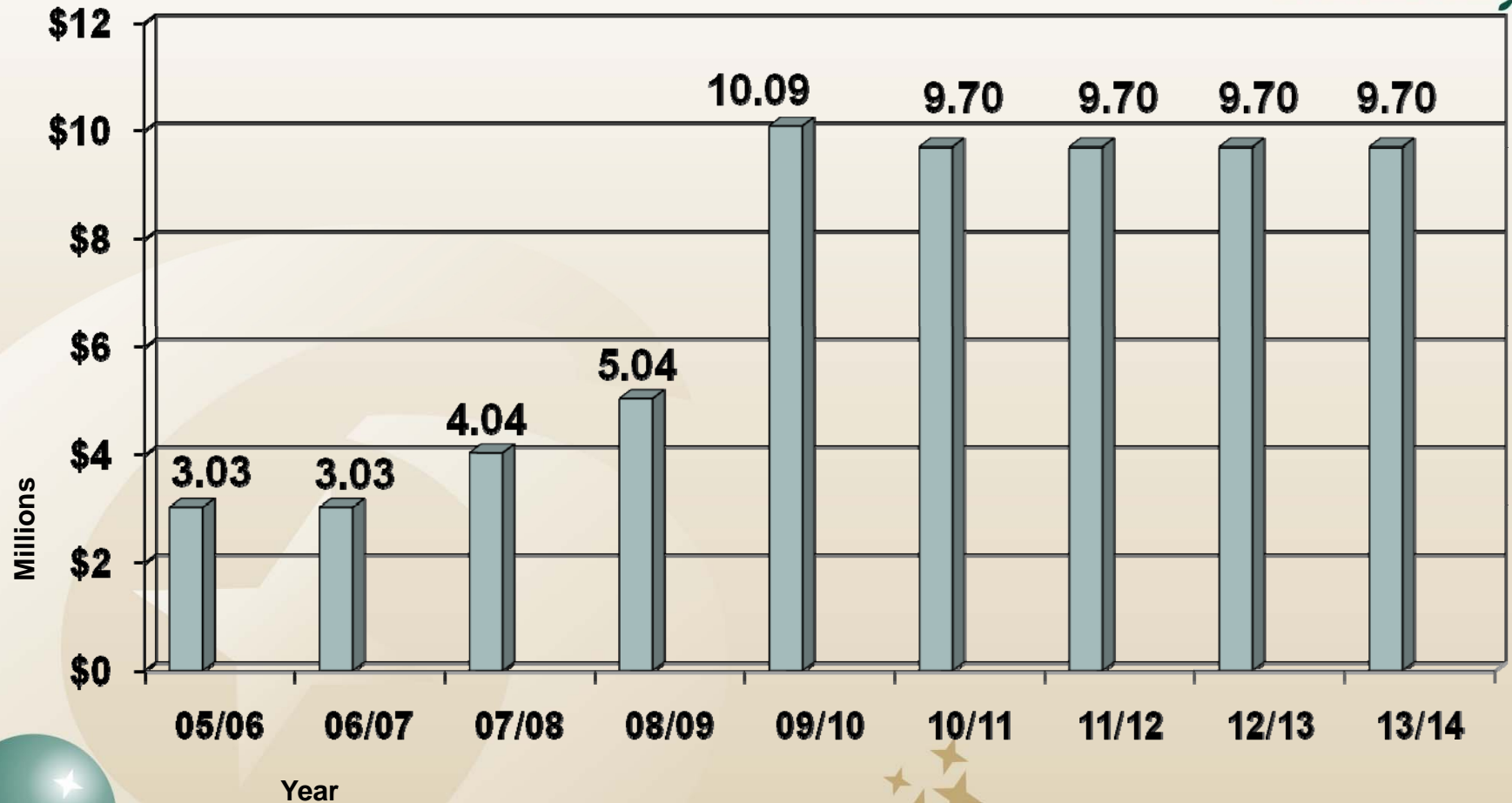
2011 Funding Sources



Capital Budget

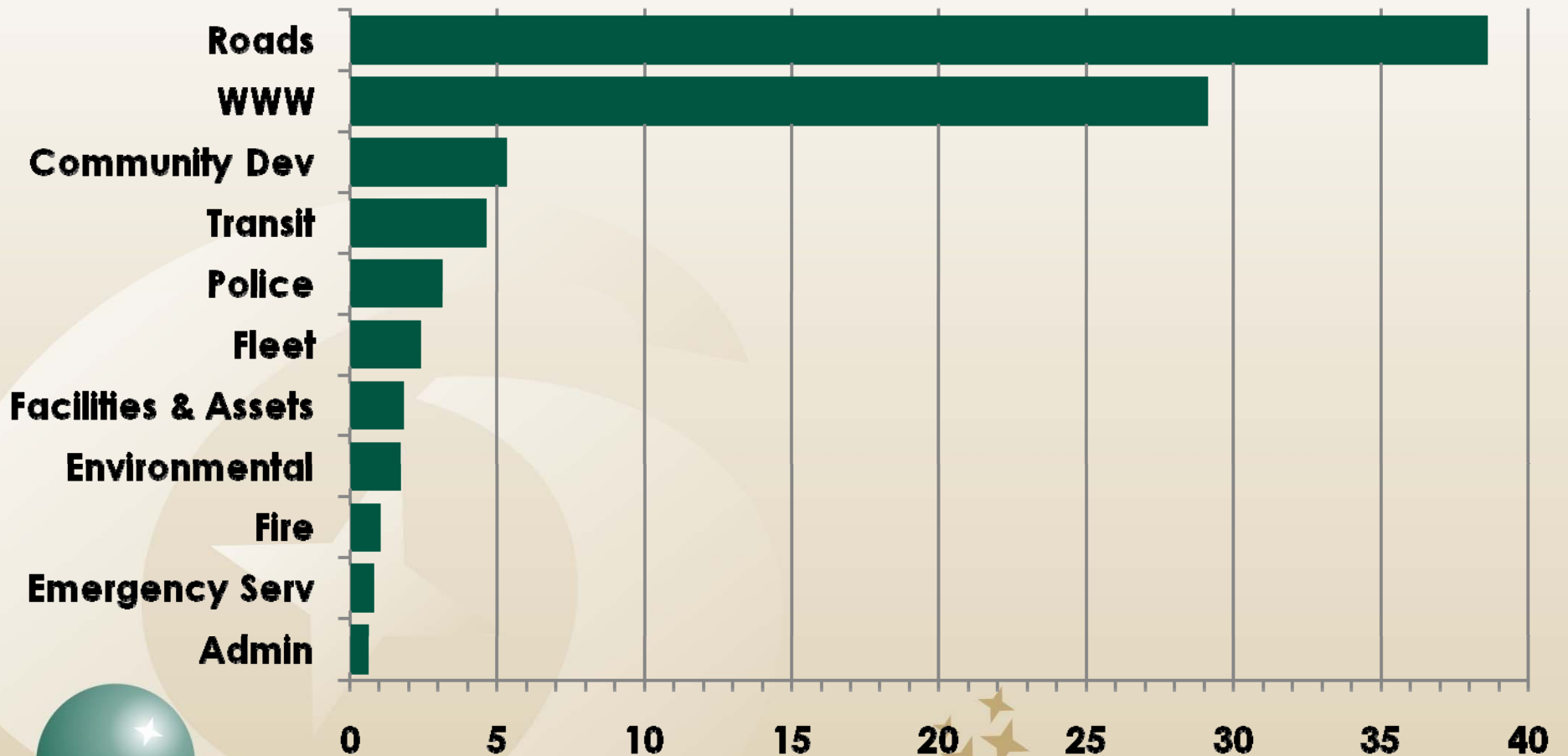
Federal Gas Taxes

Allocated on a Per Capita Basis



Capital Budget

2011 Capital Budget



In millions

Capital Budget

2011 Capital Budget - Key Highlights



- Base Capital funding was reduced in the 2010 budget
 - Capital Envelopes funded from tax levy: \$2.7 M
 - Water and Wastewater Capital Envelopes: \$2.3 M
- 2011: Capital Envelopes funded from tax levy have been redistributed between operating departments



Capital Budget

2011 Capital Budget - Key Highlights

Acquisition and Renovation of Transit and Fleet Garage



- Long Term Financial Plan presented to Transit Committee
- Includes debt financing for the transit garage
- \$1 million contributions for 2011 and 2012
- Estimated: \$890 K annual debt repayments for 2013 to 2032
- Annual debt repayments are funded from capital envelopes, provincial gas taxes, development charges



Capital Budget

2011 Capital Budget - Key Highlights

Communications Infrastructure Replacement



Total Cost of Project	\$12.5 M
Less: Funding Sources	
Public Safety Reserve Fund	(\$0.8 M)
Police Services Capital Reserve Funds	(\$1.0 M)
Capital Financing Reserve Fund General and Transit Reserve Funds	(\$1.5 M)
Debt Financing	\$9.2 M

Base Capital Budget	\$310,000
2011 Increase	\$285,000
2012 Increase	\$285,000
Total Annual Debt Repayment – 15 Years	\$880,000



Capital Budget

Infrastructure Financing Gap and 10 Year Capital Plan



- 2007 to 2016 ten year capital forecast identified a capital financing gap of almost \$500 M for CGS
- Investment Gap in Ontario: \$5.9 billion
(Roads, WWWW, Stormwater, Transit, Conservation Authorities and Solid Waste)



Capital Budget

Infrastructure Financing Gap and 10 Year Capital Plan



- Tax supported capital sustainable funding requirement: 2 times existing funding levels
- WWW annual requirement: \$46 million compared to base budget of \$23.5 million



Capital Budget

Capital Levy and Long Term Financial Plan



- 2011: No capital levy is proposed
- LTFP recommendation of 2.3% capital levy; Approved in 2005, 2006, 2008. 0.5% in 2007
- A ten year capital plan will be updated and developed in advance of 2013 budget deliberations

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Capital Budget

Resolution: At the Conclusion of Budget Deliberations



- 2011 Capital Budget Approval
- Internal Financing Repaid from the 2011 through 2035 Capital Envelopes, Provincial Gas Taxes, Development Charges
- 2012 to 2015 Capital Budgets be Accepted for Information Only

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Capital Budget

Questions?

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Capital Budget