

FINANCE AND CIVIC DEVELOPMENT COMMITTEE

*HIS WORSHIP, THE MAYOR
AND COUNCILLORS*

SUBJECT: CAPITAL PROJECT FUNDING - CITY BUILDINGS

RECOMMENDATIONS:

1. THAT Council authorize expenditures of \$2.61 Million (inclusive of HST) for Capital improvements at various City facilities, as outlined in this report.
2. THAT Council bring down a Capital Reserves Bylaw in the amount of \$2.21 Million (inclusive of HST) to finance various City facilities capital projects.

REPORT

The Finance and Civic Development Committee, at its meeting held on 2013 January 24, received and adopted the *attached* report seeking funding approval for various City facilities capital projects. The 2013 projects will include improvements at City Hall, Recreation Centres, Anderson House, Libraries, Fire Halls, and other City facilities. The expenditures are included in the City buildings component of the 2013 Provisional Financial Plan. A Capital Reserves Bylaw in the amount of \$2.21 Million will be brought forward to finance the renewal program, and the energy efficiency program (\$400,000) will be funded from Gaming Funds.

Respectfully submitted,

Councillor D. Johnston
Chair

Councillor C. Jordan
Vice Chair

Councillor P. McDonell
Member

Copied to:	City Manager Acting Director Engineering Director Finance Director Parks, Recr. & Cult. Services City Solicitor
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TO: CHAIR AND MEMBERS
FINANCE AND CIVIC DEVELOPMENT
COMMITTEE

DATE: 2013 January 17

FROM: ACTING DIRECTOR ENGINEERING

FILE: 32000 05

SUBJECT: CAPITAL PROJECT FUNDING – CITY BUILDINGS

PURPOSE: To obtain funding approval for various City facilities capital projects

RECOMMENDATIONS:

1. **THAT** the Committee recommend Council authorize expenditures of \$2.61 Million (inclusive of HST) for Capital improvements at various City facilities, as outlined in this report.
2. **THAT** Council bring down a Capital Reserves Bylaw in the amount of \$2.21 Million (inclusive of HST) to finance various City facilities capital projects.

REPORT

The 2013 Provisional Financial Plan includes provision for our annual capital program to replace aging building components that have reached the end of their service life. The 2013 program continues to focus on the protection of our building assets, including the replacement of aging mechanical and heating ventilation equipment, electrical components, building envelope renewals and roof replacements.

The projects are chosen based on site reviews and inspections along with direct reporting from our preventative maintenance programs. The final project priorities are also reviewed by the inter-department staff working group represented by the building user departments. The 2013 projects will include improvements at City Hall, Recreation Centres (Eileen Dailly, Bonsor, Cameron), Anderson House, Libraries, Fire Halls, and other City facilities. Representative renewal projects include:

- Boiler replacement
- Roof replacement
- Exterior painting
- Pump replacements
- Fire panel replacement
- Air conditioner replacement
- Plumbing fixture replacement

To: Finance and Civic Development Committee
From: Acting Director Engineering
Re: CAPITAL PROJECT FUNDING – CITY
BUILDINGS

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Potential service disruptions due to system breakdowns and subsequent repairs can be minimized by replacing the end of service life components in a timely manner. In addition, the renewal program allows staff to leverage the end of service replacement projects and look for more energy efficient and water conservation solutions to support the City's environmental sustainability objectives and reduce operating costs. In 2012, the City was successful in obtaining energy conservation grants for the boiler at Bonsor and lighting upgrades at sixteen City facilities. Staff will continue to explore Fortis BC incentives for high efficiency boiler replacement solutions and partnering opportunities with BC Hydro.

Total expenditure is estimated at \$2.61 Million (inclusive of HST) consisting of \$2.21 Million for the renewal program and \$400,000 for the energy efficiency program. Any energy efficiency grants received would be used to reduce the estimated \$400,000 energy program. Sufficient General Replacement Reserves are available to complete the renewal program and these expenditures are included in the City buildings component of the 2013 Provisional Financial Plan. A Capital Reserves Bylaw in the amount of \$2.21 Million (inclusive of HST) will be brought forward to finance the renewal program. The energy efficiency program (\$400,000) will be funded from Gaming Funds.



 Barry C. Davis, P. Eng.
Acting Director Engineering

AAS:br

Copied to: City Manager
Director Finance
Director Parks, Recreation & Cultural Services
City Solicitor