

CITY OF VAUGHAN

EXTRACT FROM COUNCIL MEETING MINUTES OF JUNE 27, 2017

Item 5, Report No. 7, of the Finance, Administration and Audit Committee, which was adopted without amendment by the Council of the City of Vaughan on June 27, 2017.

5 CAPITAL BUDGET AMENDMENT – FL-5422-15 PW-RDS-REPLACE UNIT #1209 WITH TANDEM ROLL OFF DUMP TRUCK AND FL-5500-16 PW-RDS ADDITIONAL TANDEM ROLL OFF DUMP TRUCK WITH PLOW/WING

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Deputy City Manager, Public Works and the Director of Fleet Management Services, dated June 19, 2017:

Recommendation

The Deputy City Manager, Public Works and the Director of Fleet Management Services, in consultation with the Director of Financial Planning & Development Finance and Deputy City Treasurer and the Director of Procurement Services, recommend:

1. That the approved budget in capital project FL-5422-15 – PW-RDS- Replace Unit #1209 With Tandem Roll Off Dump Truck be increased by \$26,750, funded from the Vehicle Replacement Reserve;
2. That the approved budget in capital project FL-5500-16 PW-RDS Additional Tandem Roll Off Dump Truck With Plow/Wing be increased by \$58,750, funded \$52,875 (90%) from City-Wide Development Charges Public Works and \$5,875 (10%) from the Capital from Taxation Reserve; and
3. That inclusion of this matter on a Public Committee or Council agenda with respect to amending the capital budgets as identified above be deemed sufficient notice pursuant to Section 2(1)(c) of By-Law 394-2002, as amended.

Contribution to Sustainability

Effective asset management supports sustainability by ensuring the City can continue to deliver the services it provided to residents.

Economic Impact

It is anticipated that the current approved budgets in capital projects FL-5422-15 PW-RDS Replace Unit #1209 With Tandem Roll Off Dump Truck and FL-5500-16 PW-RDS Additional Tandem Roll Off Dump Truck With Plow/Wing will not be sufficient to fund the cost of the new vehicles when the tender results are received. As the award of the contract is expected to occur over the summer hiatus, a capital budget amendment is being recommended at this time to ensure there are sufficient funds in the capital projects to process the award of the tender.

Based on most recent estimates, the additional funds required in each project are summarized in the chart below. Sufficient funds exist in the Vehicle Replacement Reserve and from City-Wide Development Charges Public Works and the Capital from Taxation Reserve to fund the budget amendments.

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Capital Budget Amendment Summary		
	FL-5422-15 PW-RDS-Replace Unit #1209 with tandem roll off dump truck	FL-5500-16 PW-RDS- Additional tandem roll off dump truck with plow/wing
Estimated Cost	280,000	310,000
Add: 5% contingency	14,000	15,500
Sub-total	294,000	325,500
Add: 1.76% Non-recoverable HST	5,174	5,729
Add: 3% Administration Recovery	8,975	9,937
Total Estimated Cost	308,150	341,166
Total Cost - Rounded	310,000	342,000
Less: Current Approved Budget	283,250	283,250
Budget Amendment Required	26,750	58,750
Funding Source:		
Vehicle Replacement Reserve	26,750	
City-Wide Development Charges Public Works		52,875
Capital from Taxation Reserve		5,875

Once the tender is awarded, any funds remaining in the capital projects will be returned to their original funding sources.

Communications Plan

This report is publicly available on the Agendas, Minutes and Extracts page of the City's website (www.vaughan.ca)

Purpose

The purpose of this report is to seek Council approval to increase the capital budgets of FL-5422-15 – PW-RDS Replace Unit #1209 With Tandem Roll Off Dump Truck and FL-5500-16 – PW-RDS Additional Tandem Roll Off Dump Truck With Plow/Wing.

Background - Analysis and Options

The tandem roll off dump trucks are used in winter operations to support snow clearing activities. A preliminary scan of the market revealed that the estimated cost for the dump trucks and associated attachments is expected to be higher than the current approved budgets. The current project budgets do not reflect market pricing for the type of equipment specified in the capital projects.

As the tender is scheduled to be awarded over the summer hiatus, a capital budget amendment is being recommended at this time based on estimated costs in order to expedite the award of the contract. Any funds remaining in the capital projects after the contract is awarded will be returned to their original funding sources.

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Relationship to Term of Council Service Excellence Strategy Map (2014-2018)

The purchase of the appropriate vehicle and equipment directly aligns with the Term of Council Priorities, namely:

- Invest, renew and manage infrastructure and assets;
- Operational Performance – Effective Service delivery; and,
- Operational Performance - Continuous Improvement

Regional Implications

There are no regional implications from the recommendations of this report.

Conclusion

Staff recommends that an increase to the approved budgets in capital projects FL-5422-15 – PW-RDS Replace Unit #1209 With Tandem Roll Off Dump Truck and FL-5500-16 – PW-RDS Additional Tandem Roll Off Dump Truck With Plow/Wing be approved to provide sufficient funds to award the tender contract for the vehicles.

Attachments

N/A

Report prepared by:

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