



C 3.1

## memorandum

**DATE:** January 30, 2015

**TO:** Honourable Mayor and Members of Council

**FROM:** Joseph Pittari, Commissioner of Strategic & Corporate Services  
John Henry, Commissioner of Finance & City Treasurer

**RE:** **Finance, Administration & Audit Committee – February 2, 2015**  
**Draft 2015 Budget and 2016-2018 Plan**  
**Civic Centre Demolition, Parking and Stormwater Drainage**

---

### Purpose

To provide Council with additional information related to High Profile Capital Project - Civic Centre Demolition, Parking and Stormwater Drainage, which includes a recognized project in the Draft 2015 Budget and 2016-2018 Plan.

### Background

In the Consolidated Quarterly Report ending September 30, 2014 presented at the Finance, Administration and Audit (FAA) Committee meeting of January 12, 2015 (morning) (Item 3, Report No. 1), a status update was provided on High Profile Capital Project - Civic Centre – Demolition, Parking and Stormwater Drainage. The Report detailed a total project amount of \$23M on page 3.11. This total amount was based on the approved and recognized plan, which provided context for the total value of development work for the Civic Centre Public Square and grounds. The following table illustrates the break-down of this total:

Status	Project #	Project Title	Base Budget	3% Admin	Total Budget
Approved	BF-8388-12	Civic Centre - Demolition, Parking and Storm Drainage	2,009,000	60,300	2,069,300
Recognized	BF-8387-17	City Hall Public Square/Underground Parking Structure	20,360,000	610,800	20,970,800
<b>Total</b>			<b>22,369,000</b>	<b>671,100</b>	<b>23,040,100</b>

Council directed staff to provide clarity on the \$23M total project value shown in the presentation. Staff recognized that the total value that was presented may have created confusion and therefore in future, a breakdown between approved and recognized project values will be included in the presentation. The high profile capital project sheet itself on page 3.52 (FAA Agenda of January 12, 2015 morning) already includes this more detailed breakdown between the approved capital project and the related project that is recognized as part of the budget process.

As detailed in the table above, \$2.1M of the total \$23M project value relates to a capital project for Civic Centre demolition, parking and storm drainage which was approved in 2012. The remaining \$20.9M relates to the future development of the City Hall Public Square, Underground Parking Structure and Outdoor Rink and is currently recognized in the Draft 2015 Budget and 2016-2018 Plan as a capital project for 2017. The default funding source for this project is currently debenture financing which was planned to be further discussed in future budget meetings.

With respect to approved capital project BF-8388-12 Civic Centre – Demolition, Parking and Storm Drainage, the following is a breakdown of costs provided up to Q3-2014:

C 3.2

BF-8388-12 Milestone / Activity	Base Budget	Total Award	Actuals to Q3-14	Open PO	Balance
Demolition		444,714	443,554	1,145	
Sod Restoration		86,749	86,750		
Driveway Re-alignment		57,636	53,504	4,131	
Misc Costs*		44,695	44,695		
Signalized Entrance City Hall		65,923	0	65,923	
<b>Subtotal</b>	<b>2,009,000</b>	<b>699,717</b>	<b>628,503</b>	<b>71,199</b>	<b>1,309,298</b>

\* includes disassembly of generator, topographic survey consultant, lands survey services, other

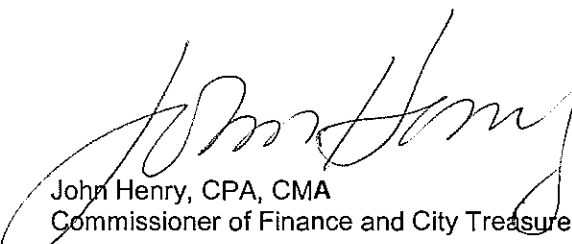
Total actual costs for BF-8388-12 (inclusive of open PO balances) up to Q3 2014 amounted to \$699,702. Work associated with demolition, sod restoration and driveway re-alignment were all completed by late 2014. The remaining balance of \$1,309,298 will be used towards improvements at the signalized entrance to City Hall on Major Mackenzie Drive that will be led by Capital Delivery and Asset Management. The detailed design for this project commenced in Q4-2014. Upon completion of the detailed design, this work will be incorporated within the proposed Major Mackenzie Drive Road Resurfacing project, scheduled to be undertaken in 2016, by the Regional Municipality of York. The balance of funding will also be used to improve the visibility of the Clocks that are mounted on the tower.

### Conclusion

The \$23M total project amount for Civic Centre Demolition, Parking and Stormwater Drainage that was presented in the Consolidated Quarterly Report ending September 30, 2014 is a holistic view and consists of both approved capital projects and recognized future plans. Project BF-8388-12 Civic Centre Demolition, Parking and Storm Drainage totaling \$2.1M was approved in 2012 and has incurred \$0.7M of costs up to Q3-2014. The \$1.3M balance of funds remaining in this project will be used for improvements at the signalized entrance to City Hall on Major Mackenzie Drive. Project BF-8387-17 City Hall Public Square/Underground Parking Structure totaling \$20.9M is currently recognized in the Draft 2015 Budget and 2016-2018 Plan as a capital project for 2017.

Respectfully submitted,

  
Joseph Pittari  
Commissioner, Strategic & Corporate Services

  
John Henry, CPA, CMA  
Commissioner of Finance and City Treasurer

Cc: Michael Shatil, Director of Building and Facilities  
Jack Graziosi, Director of Capital Delivery and Asset Management  
Laura Mirabella-Siddall, Director Financial Planning and Analytics