



Hamilton

**2014 Tax-Supported Capital Budget
GIC - Workshop #2**

October 18, 2013

Informational material for today's workshop;

- 2014 Tax-Supported Capital Presentation
- 2014 Capital Project List (0.5% Option)
- 2014 Unfunded Submitted Capital List
(Candidate 2014 Capital Projects with regards to an additional 0.5% (\$3.6m) Capital Levy Increase)

- At the last workshop, Council directed staff to provide existing debt schedule (completed) and identify unfunded 2014 Submitted Capital Projects.
- For today's workshop, staff will update Council with the most up to date 2014 Tax-Supported Capital Information. Staff are also asking Council to provide final direction re; 2014 Tax-Supported Funded Capital List and to recommend additional projects (refer handout) should Council approve an additional 0.5% Capital Levy increase (\$3.6m).

Capital priorities

- Road Program (local road repair a critical component) a priority (4-year \$48M plan)
- Social housing
- Corporate and Recreation facilities
- Parkland acquisition
- Waterfront development



PRELIMINARY DISCRETIONARY FUNDING SOURCES

Sources of Funding (Net) (\$000's)	2013 Approved	2014 2013 Forecast	2014 Forecast
Contribution from Operating	41,224	38,746	44,887
External Debt	7,000	6,000	6,000
Hydro Dividends (\$2M)	2,000	2,000	2,000
Federal Gas Tax - Roads	27,955	27,955	27,955
Federal Gas Tax - Transit	3,000	3,000	3,000
Previous Yrs. Capital Financing Surplus	7,000	2,000	2,000
Unallocated Capital Reserve	3,259	1,805	1,805
WIP Funding Interest	500	500	500
WIP Funding	2,094	4,916	5,166
External Debt - Waste Mgmt.		2,902	1,126
HFF - to fund Waste	5,825	3,252	3,252
Total Funding (Net)	99,857	93,076	97,691



Hamilton

DISCRETIONARY CAPITAL

Expenditures (net) (\$000's)	2013 Approved	2014 2013 Forecast	2014 Forecast
Roads	48,500	48,500	48,500
Corporate Facilities	4,880	4,583	4,583
Recreation Facilities	5,164	3,516	5,100
Pan Am - Ivor Wynne Renovations	2,166	2,167	2,167
Cultural Facilities	1,208	1,702	1,774
Park Development (New/Expansion)	3,451	3,241	3,322
Hamilton Downtown	2,114	1,986	1,986
Suburban Downtowns (B.I.A.s)	239	224	224
Forestry	1,432	1,345	1,345
Park's Operations	1,212	1,138	1,138
CityHousing Hamilton	500	2,241	571
Housing Services	500	-	500
Public Art	182	171	171
West Harbour/Confederation Park Development	3,681	-	3,458
Block Funding Total	75,229	70,814	74,839
Major Capital Initiatives			
Ash Borer	2,500	2,500	1,600
Randle Reef	300	300	300
Lodges	3,335	500	1,723
Community Services - Other	95	90	90
Corporate Services	-	90	1,350
City Manager / Human Resources	-	-	420
Fire / EMS	1,050	1,000	950
Police	-	-	430
Information Technology	500	500	-
Public Health	779	70	385
Pan Am Special Events & Programming	604	710	616
Parking / Animal Control	100	-	-
Planning / Development	340	130	410
Hamilton Conservation Authority	2,000	2,000	2,000
Economic Development Initiatives	2,000	2,000	-
Council Strategic Capital	-	2,000	-
Transit (FGT)	3,700	3,700	3,700
Waste Management	5,825	6,154	4,378
Parkland Acquisition	1,500	-	3,500
Unallocated	-	518	1,000
Total Expenditures (Net)	99,857	93,076	97,691

2014 Capital Budget Highlights

- **Gross Capital Funded = \$303 million**
- Pan-Am Stadium \$68.5m, POA Facility \$27m (funding placeholder, reports to follow), Pan-Am Precinct \$11m
- **Roads** - \$48.5M. Gross 2014 road budget = \$91m. Includes dc's, fed gas tax, wip's. In 2013, \$4m tender surplus to be used for supplementary 2013 local road rehab projects.
- Draft POA Facility placeholder included in the 2014 Capital Plan (report forthcoming), \$27 million debt funded (\$10m net cost. \$17m funded from additional revenues/lease cost savings)

2014 Capital Budget Highlights

- **Recreation** – (\$10.7M gross – \$5.1M net). Includes \$3m gross for Scott Park Precinct.
- **Lodges** - \$1.7M
- **Tourism & Culture** – \$1.8M
- **Social Housing** – Split service manager and CHH \$1M (\$500k annually pre-2012)
- **Hamilton Conservation Authority** - \$2M
- **West Harbour Development** - \$7.7 gross, \$3.5 net
- **Confederation Park** - \$3.9 gross, \$0 net (wips, resrv)
- **Parkland Acquisition** - \$3.5M
- **Unallocated Capital** - \$1M

- Various Economic Development initiatives unaffordable such as Employment Landbanking (\$2m), Hamilton Realty Corp loan program(\$5m)
- Additional rehab funding for CHH
- Police Forensic Building (\$15m)
- Discretionary Capital Reserves require replenishment (i.e., Council's Strategic Reserve, City's Unallocated Capital Reserve)
- Gage Park Children's museum
- Parkland Purchases



2014 AREA RATING CAPITAL

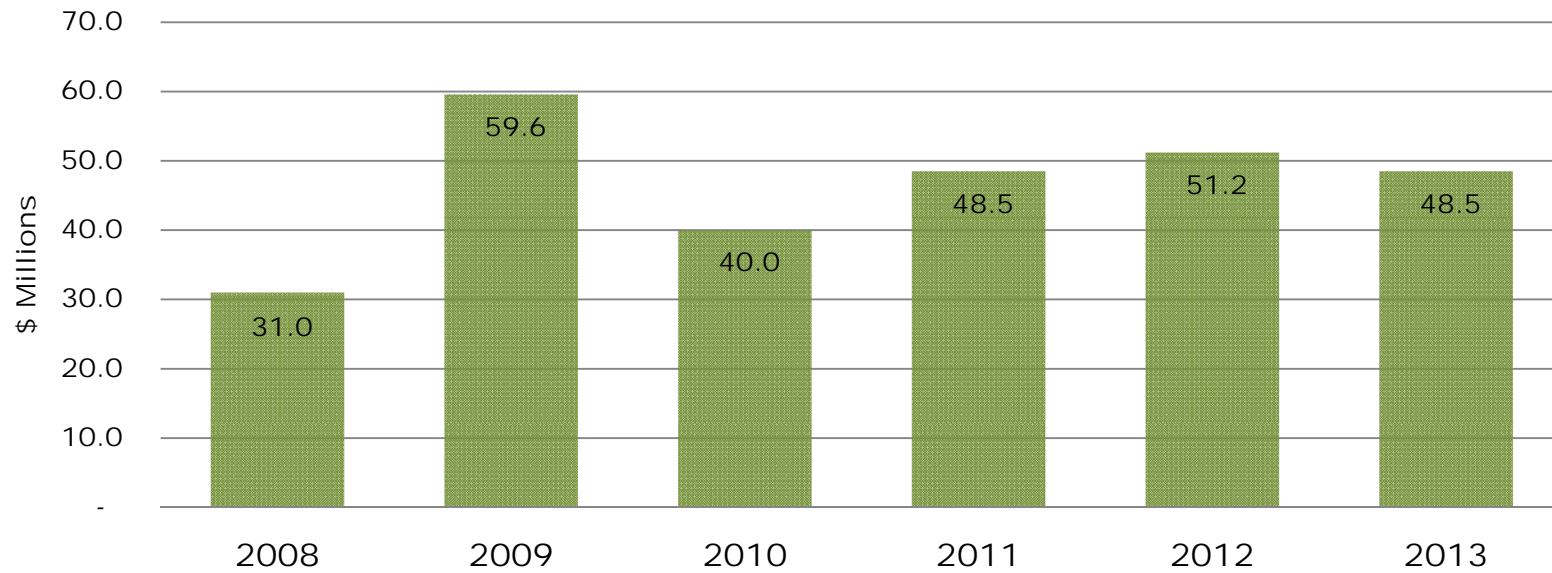
Area Rating Capital available for use in 2014 after existing commitments, annual \$100k projects and 2014 Budgeted projects are removed.

Ward	Forecast of Available 2014 AR Funding (after \$100K)
1	\$ 1,876,454
2	\$ 250,573
3	\$ 3,274,592
4	\$ 1,728,085
5	\$ 2,284,575
6	\$ 2,478,037
7	\$ 2,506,097
8	\$ 745,805
Total	\$ 15,144,218



ROADS FUNDING - DISCRETIONARY CAPITAL

Roads Block Funding



Levy Increase	0.5%	0%	0.5%	0.5%	0.5%	0.5%
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2014 TAX SUPPORTED CAPITAL BUDGET PROCESS

- Nov. 28 - 2014 Tax Capital Budget GIC
- December - Council Approval



Hamilton

Q&A