

2020 Capital Budget Adjustments

Date:	November 16, 2020
To:	Toronto Public Library Board
From:	City Librarian

SUMMARY

This report requests Toronto Public Library (TPL) Board's endorsement to amend the TPL-approved 2020 capital budget. Four capital projects are projected to be spending ahead of schedule, and in-year budget adjustments are being requested to fund the 2020 over-expenditures. The adjustments will align the 2020 cash flows to TPL's capital project delivery schedule and program requirements. These budget adjustments require City approval.

RECOMMENDATIONS

The City Librarian recommends that the Toronto Public Library Board:

1. endorses the acceleration of a total of \$5.778 million gross and debt cash flow from 2021 to 2020 comprised of:
 - 1.1. \$1.197 million gross and debt for the Albert Campbell Library project;
 - 1.2. \$2.395 million gross and debt for the North York Central Library project; and
 - 1.3. \$2.186 million gross and debt for the York Woods Library project;
2. endorses an increase of \$0.106 million gross (\$0 debt) to the Centennial Library Design Phase project; and
3. authorizes staff to forward these capital budget adjustments to the City for approval.

FINANCIAL IMPACT

The proposed capital adjustments will increase the Council-approved gross budget by \$5.884 million funded by \$5.778 million debt and \$0.106 million other funding.

Table 1: 2020 Capital Budget Adjustments (\$ millions)

Project Name	Total 2020 Adjustment	2020 Cash Flow		2021-2029 Plan	
		Debt	Other	Debt	Other
Albert Campbell Library	1.197	1.197		(1.197)	
North York Central Library	2.395	2.395		(2.395)	
York Woods Library	2.186	2.186		(2.186)	
Centennial Library - Design Phase	0.106		0.106		
Total Adjustment	5.884	5.778	0.106	(5.778)	-

The Director, Finance and Treasurer has reviewed this financial impact statement and agrees with it.

ISSUE BACKGROUND

Financial control policies for the City and the Library allow for cash flows to be advanced for projects where spending is ahead of schedule.

Financial control policies for the City and the Library allow for project funding to be adjusted when new sources of non-debt funding are secured and the funds received.

Any budget adjustments of more than \$250,000 require Board and City approval.

COMMENTS

A separate report at this meeting, Capital Budget Monitoring Report – September 30, 2020, provides a status update on all 2020 capital projects.

As of September 30, 2020, three capital projects Albert Campbell, North York Central Library and York Woods projects are projected to be spending ahead of schedule, which will require an acceleration of \$5.778 million cash flow, gross and debt, from 2021 to 2020. Table 1 above details the cash-flow adjustments required.

Additional funding of \$0.106 million gross (\$0 debt) for the Centennial Library design phase project is required due to the project progressing ahead of schedule, and was funded with non-debt funding within the 2020 budget as there are no cash flows to accelerate from 2021 for this project.

These adjustments will be forwarded to the City for approval.

CONTACT

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SIGNATURE

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