

Other Operating Budget Adjustments (\$000s) for Approval

Purpose: To provide operating budget adjustments required to better align the 2020-2022 expenditure, revenue and recovery budgets with business needs.

Notes: Per Council Policy CFO006 Budget Reporting Policies, Administration can authorize net budget adjustments up to \$400 thousand per department if the gross adjustment amount does not exceed \$2 million per service per calendar year. The items below are being presented to Council for approval as they exceed this threshold either individually or when combined with revisions previously approved in the calendar year.

- All adjustments are base unless otherwise stated
- Net Impact is zero for all adjustments except Calgary Parking Authority
- Positive numbers represent an increase in expenditures or a decrease in revenue/recoveries
- Negative numbers represent a decrease in expenditures or an increase in revenue/recoveries

Service	Expenditures (\$000s)	Recoveries (\$000s)	Revenues (\$000s)	Net Impact (\$000s)	Reason for Adjustment
City Planning & Policy	(700)	-	-	(700)	Reduction in one-time funding previously approved for 2020 for development of modern local area plans. Project to be stretched over a longer time horizon. Corporate Programs - Common Revenue is also reduced as Budget Savings Account Reserve as a funding source is no longer required.
Corporate Programs - Common Revenue	-	-	700	700	
Parking - Calgary Parking Authority	2,853	(24)	(2,829)	-	Adjustment to be consistent with The City's classification of account categories. Calgary Parking Committee recommends the budget adjustment to Council for approval.
Parking - Calgary Parking Authority	3,300	-	(1,512)	1,788	Increase revenue due to investment income from higher interest rates and tag revenue, offset by lower parking revenue. Increase in expenditures due to transfer of investment income to reserve, higher contract and general services, higher computer hardware and software, offset by decrease in salary and wages. Calgary Parking Committee requests that this be an one-time adjustment as Calgary Parking Authority anticipates the current 2021-2022 budget (with adjustment to be consistent with The City's account categories) in alignment with their current assumptions. Calgary Parking Committee recommends the budget adjustment to Council for approval.
Stormwater Management	(2,083)	-	2,083	-	Revenue lower due to lower rate increase. Expenditure lower due to lower interest and other capital related costs offset by increase for flood preparedness.
Strategic Marketing & Communications	2,800	(2,800)	-	-	Adjustment to align with actual advertising & channel expenditures and its associated recoveries.
Waste & Recycling	(3,631)	1,200	2,431	-	Waste & Recycling will hold 2019 blue and green cart rates for 2020 (\$1.2M) and adjust recycling revenue (\$1.2M) due to market conditions. Adjustment also includes biosolids recovery from Wastewater Collect & Treatment to align with tonnages received (\$1.2M).
Wastewater Collection & Treatment	(11,460)	-	11,460	-	Revenue reduction is from lower overall consumption, rate increase and revised pace of development. Expenditure adjustment reflects energy targets not achieved, bad debt increase offset by interest, depreciation, franchise fees and reduced capital investment.
Water Treatment & Supply	(15,532)	-	15,532	-	Revenue reduction is from lower overall consumption, lower rate increase and revised pace of development. Expenditure adjustment reflects bad debt increase offset by interest, depreciation, franchise fee and reduced capital investment.
Corporate Programs - Common Revenue	-	-	1,673	1,673	Reduction of franchise fee revenue from Utilities of \$1,673 in 2020.
Corporate Programs - Corporate Costs and Debt Servicing	(1,673)	-	-	(1,673)	To fund Utilities franchise fee revenue shortfall.