

The word "Calgary" in white sans-serif font on a red rectangular background.A nighttime photograph of a city street. On the right, a large, ornate clock tower is illuminated with warm yellow lights. To the left, a street lamp emits a bright blue light. The background shows other city buildings and streetlights.

# **2018 Year-End Capital and Operating Budget Revisions Report**

**Priorities and Finance Committee  
(PFC2019-0390)**

Chief Financial  
Officer's Department  
2019 May 14



## Capital and Operating Revisions Report Overview



- Semi-annual report
- Provide consolidated information on changes to the operating and capital budget
- Changes are for information and no approval is being requested.
- Changes today have either been previously approved by:
  - Council, or
  - Administration within the authorization limits per Council Policy CFO006 (Budgeting and Reporting Policies).



## Capital Revisions for Council Information (Attachment 1 & 2)

### Highlights of the Capital Revisions for Council Information

- For the period from 2018 July 01 to 2018 December 31, Administration and Council approvals included relinquishments, increases and net zero transfers required to reflect updated capital plans.
- These revisions resulted in a \$6.219 million increase to the 2018 capital budget and a \$153.350 million increase in 2019-2022. The increase is primarily driven by Council's approval of Airport Trail NE Phase II.

2018 Budget (\$000's)*	2018 Revisions (\$000's)	2018 Revised Budget (\$000's)	2019+ Budget (\$000's)*	2019+ Recast & Revisions (\$000's)	2019+ Revised Budget (\$000's)
2,091,286	6,219	2,097,505	2,112,769	153,350	2,263,619

\*Includes previously confidential items



## 2018 Operating Business Unit Net Budget Changes Overview (Attachment 3)

- Changes to the 2018 net operating business unit budget between 2018 July 1 and 2018 December
  - no net change to the total City's net operating budget.
- Highlights Include:
  - Transfers between BUs (\$6.8M) to better align to business needs.
  - Council approved (\$2.6M) carry forward to 2019 for Council's Innovation Fund and Economic Development & Policy Coordination
  - Inflation allocations to Business Units for Electricity and Water & Sewer (\$2.4M)
  - Transfers to Business Units for Workforce Planning (\$3.4M)
  - Council approved one-time items for Bus Rapid Transit Network Marketing Strategy funded from the Fiscal Stability Reserve and 2026 Olympic and Paralympic Winter Games (\$3.7M) funded by the Budget Savings Account.

## 2018 Operating Service Budget Summary Overview (Attachment 4)

- Attachment 4 summarizes the impact of changes to service budgets resulting from changes to Business Unit budgets.
- One Calgary showed estimated 2018 service budgets as at 2018 March 31
  - These were based on allocations of the Business Unit budgets
  - Changes to approved Business Unit budgets between 2018 April 1 and 2018 December 31 resulted in changes to the allocations to the service budgets



## **Attachment 5 – Council Decisions/Referrals Having Actual or Potential Future Year Operating Budget Impacts Highlights**

- **Community Action on Mental Health and Addictions** (C2018-0956) - Council earmarked up to \$25 million from the Fiscal Stability Reserve for Crime Prevention and a new Mental Health and Addictions Strategy over the next five years.
- **Social Procurement** (C2018-1379) – Council approved budget of \$505 thousand to be funded from the Budget Savings Account.

## Administration Recommendations

That the Priorities and Finance Committee recommends that Council:

Receive for information:

- Attachment 1 – Capital Budget Revisions – Previously Approved
- Attachment 2 – Capital Budget Revision Summary
- Attachment 3 - 2018 Operating Business Unit Net Budget Changes
- Attachment 4 – 2018 Operating Service Budget Summary
- Attachment 5 - Council Decisions/Referrals Having Actual or Potential Future Year Operating Budget Impacts