



Exhibition Place

Item No. 3

FOR INFORMATION

January 29, 2015

To: The Board of Governors of Exhibition Place

From: Dianne Young
Chief Executive Officer

Subject: **2014 Capital Works Program – Year End Report**

Summary:

This year-end report provides an update to the Board on the final progress of the 2014 Capital Works Program.

This budget consists of the “state-of-good-repair” (SOGR) 2014 program for Exhibition Place with a budget of \$6,850,000; a 2013 cash flow carry forward of \$888,208; and Pan Am Infrastructure Program of \$1,500,000. As well, a \$4,236,000 funding for District Energy System as part of the Sustainable Energy Program was transferred mainly from the City. Therefore, the total Capital Works Program for 2014 was \$13,474,208. A cash flow carry forward is defined in this report as the combination of unspent committed costs and any surplus from that project.

Financial Impact:

There is no financial implication arising from this report.

Decision History:

The Exhibition Place 2014 – 2016 Strategic Plan had an Infrastructure Goal *to sustain our public assets and rolling equipment* and as a Strategy to support this Goal we *develop a 10-year program to maintain our class ‘A’ event space and improve our class ‘B’ event space*.

At its meeting of July 5, 2013, the Board approved of the 2014 Capital Works Program which were adopted and approved by City Council at its meeting of January 28, 29 & 30, 2014.

Issue Background:

The Capital Works Program Year-End Report provides information to the Board on the final status of each project and its expenditure at the end of the year.

Comments:

The 2014 SOGR New Capital Program Budget totalled \$6,850,000, of which \$5,833,294 was committed through agreements, contracts, request for quotations, etc. Therefore, the non-committed surplus is \$1,016,706 which will be used for future work related to the same categories and buildings in 2015. The cash flow carry forward is \$3,210,477 which includes the non-committed funding of \$1,016,706 and the unspent committed costs. Besides this total, the 2013 cash flow carry forward of \$888,208 which included the Washrooms Renovation at DEC was fully spent in 2014. Out of the \$4,236,000 for the District Energy System project, \$4,234,402 was committed and the cash flow carry forward is 1,516,610. Likewise, for the

separate Pan Am Infrastructure Program with a \$1,500,000 budget, \$1,454,012 was committed with a \$317,767 cash flow carry forward to 2015.

There are a few main reasons for the cash flow carry forward.

For the SOGR program of \$3,210,477:

- Item #2 – Contract issues with contractor in Festival Plaza in discussion preventing release of the final payment until 2015;
- Item #3 – Splash Pad decision was determined in November;
- Item #8 – Fire Alarm is a two-year program due to events scheduling;
- Item #9 – Washrooms renovations will have approximately \$500,000 surplus (exact amount to be determined in the spring of 2015); and
- Item #10 – QE Building Roof replacement is a two-year project requiring funding from 2015.

For Pan Am Program of \$317,767:

- Security work delayed due to shows and events scheduling; and
- Paging system in Coliseum is a two-year program, again due to scheduling.

For District Energy System of \$1,516,610:

- This project is a three-year program.

Details of the program evolution are noted in the attached Appendix “A”.

Contact

Danny Chui, Manager, Capital Works

Telephone: 416-263-3670

Fax: 416-263-3686

Email: dchui@explace.on.ca