

Comox Valley Sewerage Service

Budget for Capital Projects

Project Budgeted Amounts

Project	2018-2022 Financial Plan Amount	Budget Amendments and Project Cost Changes
Hudson Trunk	\$2,345,991	\$2,345,991
Greenwood Trunk	\$6,037,000	\$3,500,000
Compost Facility Expansion	\$6,450,000	\$7,400,000
CVWPCC Phase 1 Upgrades		
Odour Control	\$2,138,346	\$2,138,346
EQ Basin	\$5,039,454	\$7,461,654
Sewer Conveyance Upgrades (LWMP)	\$200,000	\$200,000
Total for Projects	\$22,210,791	\$23,045,991

Key Requested Changes

- Cancel long term borrowing for Compost Facility Expansion (\$3.3M)– fund from DCC and Capital Works Reserve instead
- Add short term borrowing for the EQ Basin project (\$2.7M) to allow to tender in Winter 2018/19
- Adjust Greenwood Trunk values as per tender
- Adjust LWMP funds to correct area in budget

Impacts to Financial Plan

Reserve Balances at End of 2019	2018-2022 Financial Plan Amount	Budget Amendments and Project Cost Changes
Capital Works Reserve	\$2,615,000	\$1,130,400
DCC Reserve	\$83,100	\$1,271,600
Total Reserve Balances	\$2,698,100	\$2,402,000

- Interest paid on loan - \$1.6M saving
- No impact on the municipal requisition
- 2020 estimated capital works reserve balance \$1.9M

Recommendations

In 2019, for the compost facility expansion project (1043),
reduce long-term debt revenue by \$3,282,828,
increase contributions from the capital works reserve (846) by \$4,200,000,
decrease debt issue expense by \$32,828 and
increase sewer infrastructure costs (474) by \$950,000;

Eliminating long term borrowing

Funding from reserves instead of borrowing

Cost of borrowing- no longer required

Updating total project cost in budget to reflect \$7.4M