



**Mike Mayes, Director
Financial Services/Treasurer**

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August 11, 2014

CORPORATE SERVICES REPORT - FINANCIAL SERVICES - 2014-29

TO: Mayor Tony Van Bynen and Members of Council
Committee of the Whole

SUBJECT: 2015 Pre-Budget Approval

ORIGIN: Director, Financial Services/Treasurer

RECOMMENDATION

THAT Corporate Services Report - Financial Services – 2014-29 dated August 11, 2014 regarding 2015 Pre-Budget Approval be received and the following recommendation be adopted:

THAT Council provide pre-budget approval for the replacement of the vehicles and equipment in the attached list.

COMMENTS

Purpose

The purpose of this report is to seek pre-budget approval of the listed vehicles and equipment replacement.

Budget Impact

The listed vehicles and equipment to be replaced with a total amount of \$1,372,850 will be included in the 2015 Capital Budget requests and are to be funded by the Asset Replacement Fund.

Summary

Some vehicles and equipment in the Public Works Services Department need to be replaced in 2015. These vehicles and equipment are used for roads, water and wastewater, facilities and parks daily maintenance purposes. Due to the election, the 2015 budget will not be approved before the end of 2014, however, tenders need to go out in December 2014. Therefore, pre-budget approval is required for these items.

Background

The vehicles and equipment in the attached list are used for roads, water and wastewater, facilities, and parks maintenance and are due to be replaced in 2015. These replacement requests totaled \$1,372,850 and will be included in the formal 2015 Capital Budget submission. Due to the election, the 2015 Budget will not be approved before the end of 2014.

Early approval is required to ensure tenders for equipment can be issued in 2014, this will ensure we receive delivery of the equipment early in 2015. Early approval will also ensure operational efficiencies are maintained. As an example, having the new equipment in place before the spring season starts ensures start-up maintenance is performed on one piece of equipment rather than two. Therefore, pre-budget approval is required for these items.

Pre-budget approval means Council is authorizing the expenditures, but it is not formal budget approval, which requires appropriate public notice.

BUSINESS PLAN AND STRATEGIC PLAN LINKAGES

This report links to Newmarket's key strategic directions in being Well Managed through fiscal responsibility.

CONSULTATION

Requests were provided by the Director of the Public Works Services Department who confirmed the urgency of the need.

BUDGET IMPACT

The Towns usual practice is to adopt its budgets prior to the start of the fiscal year. When this has not been possible, the Town, similar to most municipalities, works within an interim appropriation allowing expenditures to a maximum of 50% of the prior year's budget. This is supported by section 317 of the Municipal Act which allows a pre-budget tax levy of up to 50% of the prior year's levy.

Operating Budget (Current and Future)

Not applicable.

Capital Budget

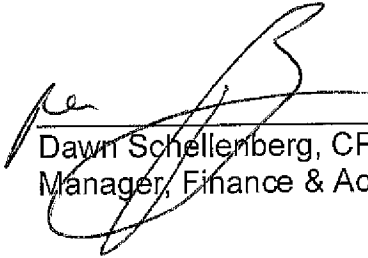
The listed vehicles and equipment to be replaced total \$1,372,850 and will be included in the 2015 Capital Budget requests and are to be funded by the Asset Replacement Fund.

CONTACT

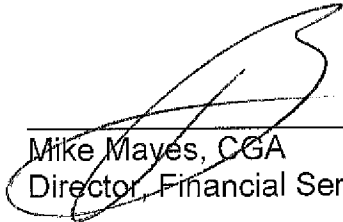
For more information on this report, contact: Mike Mayes at 905-953-5300, ext. 2102 or via e-mail at mmayes@newmarket.ca



Frank Wu, MBA
Senior Financial Analyst



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Mike Mayes, CGA
Director, Financial Services/Treasurer

FW/nh
Attachment



Anita Moore, AMCT
Commissioner, Corporate Services

1. 2015 Vehicles & Equipment Replacement Requests – Public Works (1 pg.)

2015 Vehicles & Equipment Replacement Requests - Public Works

Vehicles & Equipment Description	Area	Unit Cost
Van	Facilities	\$ 34,000
UtilityTruck \Spray Applicator	Facilities	\$ 38,000
Zamboni 520	Facilities	\$ 84,000
16 ft. Mower	Parks	\$ 78,700
10' Rotary Mower-R311T	Parks	\$ 60,000
10' Rotary Mower-R311T	Parks	\$ 60,000
10' Rotary Mower-R311T	Parks	\$ 60,000
Sidewalk Tractor (Trackless)	Parks	\$ 137,600
Field Sweeper 77-100-BH	Parks	\$ 33,900
2500 Pickup White 4x4 with Plow	Parks	\$ 43,000
3500 Pickup White 4Door	Parks	\$ 67,000
2 Ton Dump F350 White	Parks	\$ 61,000
Ton Dump Truck White Plow/Sander	Parks	\$ 92,500
Jacobson Tri King 1900D Mower	Parks	\$ 37,650
Culvert Steamer	Road/Water/Waste	\$ 19,000
Olympian Cat Genarator D30p1	Road/Water/Waste	\$ 49,000
924G CAT Loader	Road/Water/Waste	\$ 193,000
Trailer	Roads	\$ 3,500
F350 Superduty	Roads	\$ 72,500
3 Ton Dump Truck White/Plow	Roads	\$ 67,500
1 Ton Cube Van	Roads	\$ 48,750
Water Meter Van	Water	\$ 32,250
TOTAL		\$ 1,372,850