

# **Town of Riverview**

## **COUNCIL REPORT FORM**

Presented to: Mayor and Council

Department: Finance

Date: May 1, 2017

Subject: Operations Centre Actual Cost vs. Budget



**Agenda Item:**

**Meeting Date:**

For use by Office of the Town Clerk only

### **BACKGROUND**

The grand opening of the new Riverview Operations Centre occurred on Saturday, April 29, 2017. This facility has been in the planning and discussion stages for many years and is now a reality. Along with this modern facility comes a financial investment and ongoing commitment. While many residents support and understand the need for this facility, certain residents have expressed concern with the price tag associated with it.

The purpose of this report is to provide information related to the financial investment made by the Town of Riverview related to this facility.

### **CONSIDERATIONS**

N/A

#### **Financial:**

This project was budgeted and then designed and built over a three year period from 2014 thru 2016. It included the site preparation, the construction of the main building as well as outlying buildings such as salt storage and other cold storage, fuel tanks and furniture and equipment.

The total budget was \$16,575,000.

The total actual cost is \$15,018,405 which is well below budget.

**Total savings are \$1,556,595 which is 9.4% below budget.**

The above excludes the construction of Robertson Drive which is considered a separate capital project from the Operations Centre building as it will be used for other development in that area. There is also an additional \$120,000 in the 2017 capital budget designated for items related to the Operations Center. It is anticipated that the items will not exceed this budget.

This is a very positive outcome given the history with municipal projects in North America often exceeding budget.

**Policy:** N/A

**Stakeholders:**

Residents, Business and Staff

**Strategic Plan:** This project was included in the Town's previous five year capital plan.

**Interdepartmental Consultation:**

A great deal of planning, discussion and collaboration between Engineering and Public Works, Parks and Recreation and Finance was undertaken during this project.

**Communication Plan:** Grand Opening was a public event. Capital budgets have been publicly discussed and approved in Council Sessions. There has been a lot of media coverage for this project.

**OPTIONS** For information purposes only.

**RECOMMENDATION FROM STAFF**

The above information may be referenced when residents are asking about this facility.

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CAO Approval: [Signature]

Date of Approval: Mar 3/17