

**Subject: 2022 Second Quarter Capital Progress**

**Department: Corporate Services**

**Division: Finance**

**Report #: CPS-2022-055**

**Meeting Date: 2022-08-08**

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### **Recommendations**

**That report CPS-2022-055 regarding the 2022 Second Quarter Capital Progress be received.**

### **Background**

The purpose of this report is to provide Council with a summary of the status of capital projects as of June 30, 2022 and to provide variances that have been identified for each project to the end of the second quarter. This report provides a snapshot in time that compares actual expenditures to date with the approved budget per project. As many capital projects span more than one year, all outstanding projects have been organized into three categories, Completed, In Progress or To Be Initiated.

The Tables in the Attachment to follow, list outstanding capital projects in chronological order by the year the project was approved. In addition, comments in the Authorization column have been provided by the project managers.

### **Analysis**

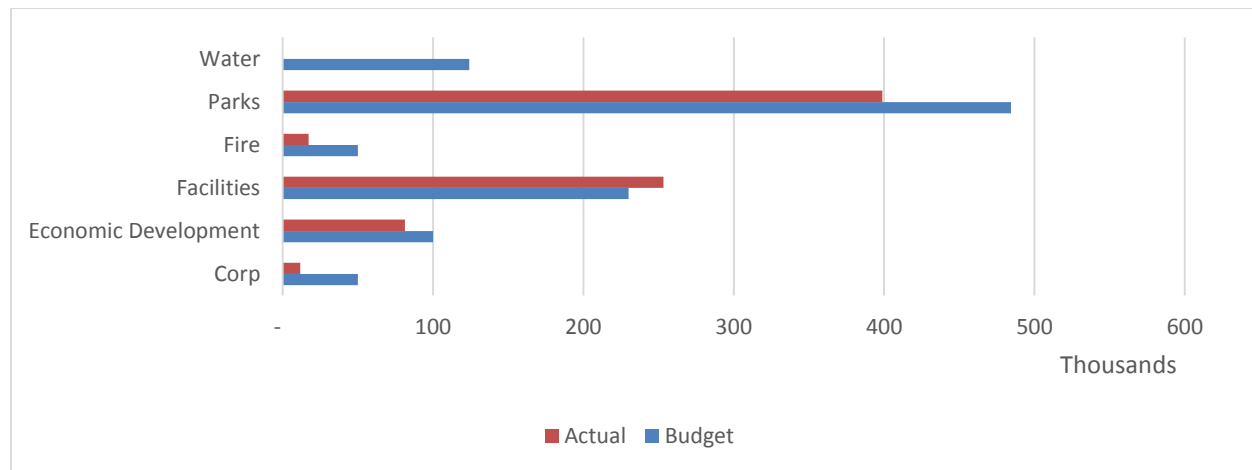
As of the second quarter of 2022, 3% of all approved outstanding capital projects were completed, 88% are in progress and 9% are yet to be initiated.

### **Table 1: Capital Projects Completed as of June 30, 2022**

Table 1 provides the actual capital spending by project, for those projects that were completed during the second quarter, compared to the approved budget. Overall, the financial performance of these projects was favourable with projects being completed under budget by 27% or \$275,958. This favourable variance is driven by largely by one project in the water division that will be closed out due to a significant change in scope.

Additionally, one project in Corporate Allocations, one project in Economic Development, three projects in Facilities, one project in Fire, and three projects in Parks resulted in favourable variances. This is offset by three projects in Facilities that resulted in unfavourable variances.

Figure 1 below shows the aggregate variance by Division for the completed projects in the second quarter of 2022.

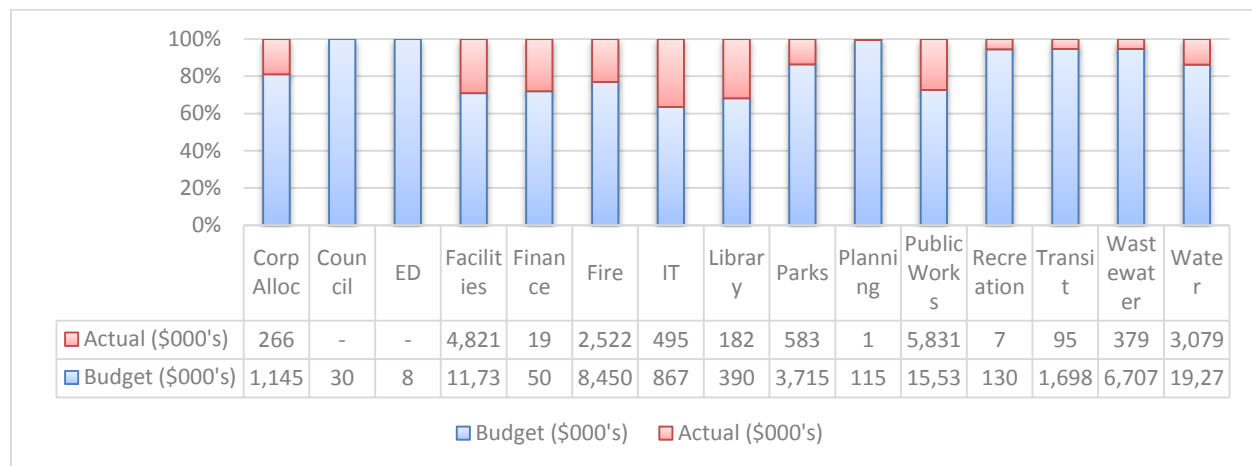


**Figure 1: Aggregate Variance by Division of Completed Projects at June 30, 2022**

**Table 2: Capital Projects in Progress as of June 30, 2022**

Table 2 compares actual expenditures to budget for on-going projects as of the second quarter 2022. As at June 30, 2022, approximately 26% of the approved budget for on-going projects has been utilized. There are four divisions driving this, Facilities (utilized 41% of division budget, and 26% of total town budget), Fire (30% division and 14% Town), Public Works (38% division and 32% Town), and Water (16% division and 17% Town). This is offset by lower spending in remaining divisions, which are all less than 11% of the total town budget.

Figure 2 below shows the year-to-date budget utilized, by division for on going projects as of June 30, 2022.

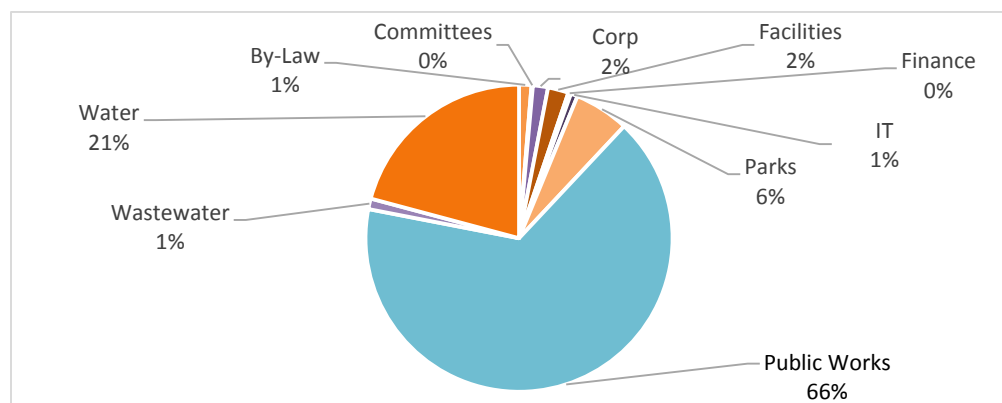


**Figure 2: Budget Utilized by Division for Projects in Progress at June 30, 2022**

**Table 3: Capital Projects To Be Initiated as of June 30 2022**

Table 3 shows the capital projects that are to be initiated as of June 30, 2022. In total, there were \$6.9 million dollars of capital projects approved but not yet started as of the second quarter of 2022. Of these projects, approximately 79% are from the 2022 approved capital budget.

Figure 3 below shows the amount to be initiated by Division.



**Figure 3: Projects to be initiated as of June 30, 2022 by Division**

The second quarter progress report is subject to timing issues given the unprecedented current pandemic, and supply chain issues as well as increasing inflationary impacts. The progress of capital projects may be affected by factors such as, but not limited to the impacts of COVID-19, inflation, supply chain and weather conditions.

## **Strategic Alignment**

### **Orangeville Forward – Strategic Plan**

Priority Area: Strong Governance

Objective: This report supports the Town's objective of financial responsibility

### **Sustainable Neighbourhood Action Plan**

Theme: Corporate and Fiscal

Strategy: Encourage and support inter-departmental collaboration and communication to facilitate the adoption of sustainable practices in the municipality

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## **Notice Provisions**

None

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## **Financial Impact**

There is no immediate Financial Impact as a result of the second quarter capital progress report.

Respectfully submitted

Nandini Syed, MPA, CMM III, CPA, CMA  
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**Attachment(s):** 1. Capital Progress