



**TOWNSHIP OF EDWARDSBURGH CARDINAL  
ACTION ITEM**

**Committee:** Combined Committee of the Whole A/F & PW/ES/F

**Date:** June 20, 2022

**Department:** Finance

**Topic:** Revised 2022 Budget Estimates

**Purpose:** To revise the 2022 budget estimates to include the full cost of the two storm water management projects subsequent to the tender award.

**Background:** The original 2022 budget was approved by Council and a Government Estimates Bylaw 2022-22 was passed on April 25, 2022. The original budget included a total cost of \$2,641,751.00 for the two storm water management projects in Spencerville and Johnstown. The tender results received in April have increased the costs to \$3,536,457.53. This change in budget estimates is significant and material enough that the 2022 budget estimates should be revised and approved by Council. See attached revised budget summary and revised Schedule A of the Government Estimates.

**Policy Implications:** Section 290 of the Municipal Act 2001 states that "For each year, a local municipality shall, in the year or the immediately preceding year, prepare and adopt a budget including estimates of all sums required during the year for the purposes of the municipality".

**Financial Considerations:** The change in estimates will require the municipality to borrow funds to finance the unfunded portion of these projects. At the May 24<sup>th</sup> meeting, Council directed the Treasurer to make an application to Infrastructure Ontario for a construction loan. No change to the 2022 tax levy is occurring.

**Recommendation:** That Committee recommends Council approve the revised 2022 budget estimates and directs staff to draft an amendment to the Government Estimates Bylaw 2022-22.

A handwritten signature in cursive script, reading 'Melanie Stulbs'.

Treasurer

A handwritten signature in cursive script, reading 'D. Scott'.

CAO