

# Report to Council



**Date:** April 9, 2018

**File:** 0220-03

**To:** City Manager

**From:** Shayne Dyrdal, Senior Airport Finance & Corporate Services Manager

**Subject:** Amendment to Increase the Budget of the Soaring Beyond 2.5 Million Passenger Airport Improvement Fee Capital Program at the Airport  
Report Prepared by: Toni McQueenie, Airport Administration Manager

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## **Recommendation:**

THAT Council receives, for information, the report from the Senior Airport Finance and Corporate Services Manager dated April 9, 2018, with respect to a budget amendment for the Soaring Beyond 2.5 Million Passenger Airport Improvement Fee Capital Program.

AND FURTHER THAT the 2018 Financial Plan be amended in the amount of \$1,700,000 to increase the Soaring Beyond 2.5 Million Passenger Airport Improvement Fee Capital Program, funded from the Airport Improvement Fee Reserve.

## **Purpose:**

To obtain Council's authorization for a budget increase of \$1,700,000 to the Soaring beyond 2.5 Million Passenger Airport Improvement Fee (AIF) Capital Program.

## **Background:**

The original budget for the Soaring Beyond 2.5 Million Passenger AIF Program was \$2,300,000; however, the cost of the original scope of the program came in \$872,000 over budget. The \$872,000 overrun is mainly due to the estimate for the terminal expansion preliminary design coming in \$761,000 over budget.

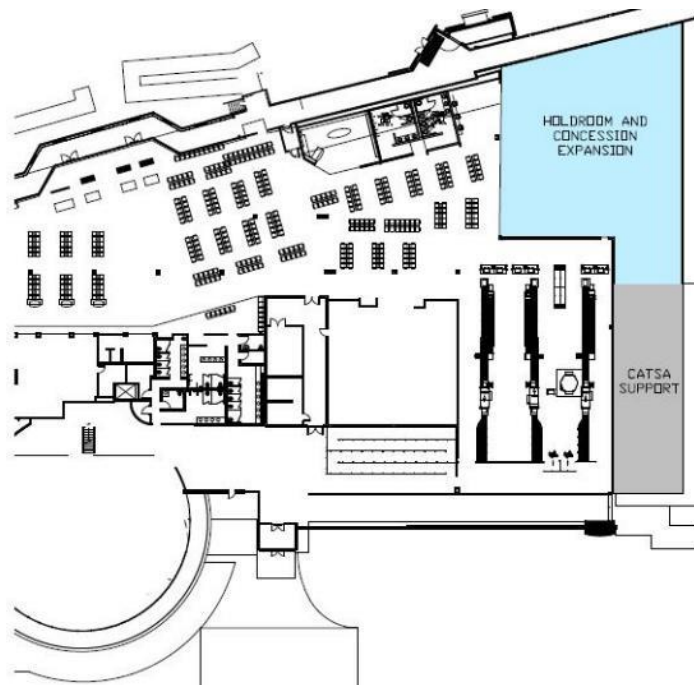
In addition, three changes to the scope of the Soaring Beyond 2.5 Million Passenger AIF Program are being proposed at a cost of \$799,000.

Combined, the Airport is proposing to increase the budget of the Soaring Beyond 2.5 Million Passenger AIF Program by \$1,700,000. This \$1,700,000 increase in budget has been endorsed by the Airport's Airline Consultative Committee. Details of the proposed scope changes are included below.

	Proposed Scope Changes
Terminal Expansion	694,000
Glycol Secondary Capture	168,000
Combined Operations Building Phase 2	(63,000)
	<b>799,000</b>

### Terminal Expansion

The Terminal Expansion project within the Soaring Beyond 2.5 Million Passenger AIF Program included the preliminary design of the Airport's terminal expansion to the south. However, with the rapid increase in passenger traffic at the Airport, there is concern that a full build would not be completed in time to mitigate operational constraints in the departures lounge. As a result, the Airport is proposing to move forward with a phased terminal expansion where the detailed design of Phase 1 would enable early construction of a portion of the expansion to provide more timely relief of operational constraints in the departures lounge. The new space being proposed is highlighted in blue and grey below and would create space for additional seating and concessions, as well as the space necessary to implement CATSA Plus.



### Glycol Secondary Capture

The original scope of the Glycol Secondary Capture project included the preliminary design of a bio-reactor at the airport. Subsequent discussions with the Airline Consultative Committee Glycol Secondary Capture Technical Sub-committee have identified the desire to look at other options.

The Airport is proposing to move forward with the analysis and preliminary design of options in order to help make a more informed decision with regard to how glycol should be captured, stored and treated.

#### Combined Operations Building ("COB") Phase 2

The Airport had initially incorporated \$63,000 for the preliminary design of Phase 2 of the COB in the Soaring Beyond 2.5 Million Passenger AIF Program. However, it is anticipated that no further preliminary design will be necessary subsequent to the work completed as a part of the Flight to 2020 AIF Sub-Program. As a result, the Airport is proposing to remove the preliminary design of the COB Phase 2 from the Soaring Beyond 2.5 Million Passenger AIF Program.

#### **Financial/Budgetary Considerations:**

The \$1,700,000 budget increase would be funded from the Airport Improvement Fee Reserve.

#### **Internal Circulation:**

Genelle Davidson, Divisional Director, Financial Services  
Jackie Dueck, Controller  
George King, Financial Planning Manager  
Jodie Foster, Community Communications Manager

#### **Considerations not applicable to this report:**

**Legal/Statutory Authority:**

**Legal/Statutory Procedural Requirements:**

**Existing Policy:**

**Personnel Implications:**

**External Agency/Public Comments:**

**Communications Comments:**

**Alternate Recommendation:**

Submitted by:

S. Dyrdal, Senior Airport Finance & Corporate Services Manager

**Approved for inclusion:**



Sam Samaddar, Airport Director  
Joe Creron, Acting City Manager

cc:

Genelle Davidson, Divisional Director, Financial Services  
Jackie Dueck, Controller  
George King, Financial Planning Manager  
Jodie Foster, Community Communications Manager