

APPENDIX 'A'

#14090

Chair and Members
Civic Works Committee

May 2, 2014
(Increase Consulting Fees)

**RE: Mud Creek Subwatershed update for Water Resources Components
under Climate Change Conditions (Subledger SWM12001)
Capital Project ES2681 - Mud Creek Erosion
Delcan Corporation - \$235,622.40 (excluding H.S.T.)**

FINANCE REPORT ON THE SOURCES OF FINANCING:

Finance confirms that the cost of this project can be accommodated within the financing available for it in the Capital Works Budget and that, subject to the adoption of the recommendations of the Managing Director, Environmental & Engineering Services & City Engineer, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Committed to Date</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
Engineering	\$232,045	\$155,921	\$35,616	\$40,508
Land Purchase	1,500,000			1,500,000
Construction	967,955			967,955
NET ESTIMATED EXPENDITURES	<u>\$2,700,000</u>	<u>\$155,921</u>	<u>\$35,616</u> 1)	<u>\$2,508,463</u>
<u>SOURCE OF FINANCING:</u>				
Debenture Quota	2) \$185,900			\$185,900
Debenture Quota (Serviced through City Services - Mjr. SWM Reserve Fund (Development Charges))	2&3) 1,676,700			1,676,700
Drawdown from Sewage Works Reserve Fund	118,200	6,408	1,464	110,328
Drawdown from City Services-Mjr SWM Reserve Fund (Development Charges)	3) 719,200	149,513	34,152	535,535
TOTAL FINANCING	<u>\$2,700,000</u>	<u>\$155,921</u>	<u>\$35,616</u>	<u>\$2,508,463</u>

Financial Note

1) Contract Price	\$235,622
Add: HST @13%	30,631
Total Contract Price Including Taxes	<u>266,253</u>
Less: HST Rebate	26,484
Net Total Contract Price	<u>\$239,769</u>
Less: Previously Approved - January 31, 2012	204,153
Net Contract Price Increase	<u>\$35,616</u>

NOTE TO CITY CLERK:

- 2) Administration hereby certifies that the estimated amounts payable in respect of this project does not exceed the annual financial debt and obligation limit for the Municipality of Municipal Affairs in accordance with the provisions of Ontario Regulation 403/02 made under the Municipal Act, and accordingly the City Clerk is hereby requested to prepare and introduce the necessary authorizing by-laws.

An authorizing by-law should be drafted to secure debenture financing for project ES2681 - Mud Creek Erosion for the net amount to be debentured of \$1,862,600.

- 3) Development charges have been utilized in accordance with the underlying legislation and the Development Charges Background Studies completed in 2009.

JG

Alan Dunbar
Manager of Financial Planning & Policy