

Chair and Members
Council

June 6, 2014
(Award Contract)

RE: VMP Noise Attenuation Wall
Capital Project TS1036 - VMP Noise Wall (Subledger RD140003)
Engineering - \$24,000.00
Blue Sky Fence & Deck Inc. - \$499,826.10 (excluding H.S.T.)

FINANCE REPORT ON THE SOURCES OF FINANCING:

Finance confirms that the cost of this project can not 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 and City Engineer, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Additional Financing</u>	<u>Revised Budget</u>	<u>This Submission</u>
Engineering	24,422		24,422	24,422
Construction	475,578	33,045	508,623	508,623
NET ESTIMATED EXPENDITURES	<u>\$500,000</u>	<u>\$33,045</u>	<u>\$533,045</u>	<u>\$533,045</u>
<u>SOURCE OF FINANCING:</u>				
Capital Levy	500,000		500,000	500,000
Capital Levy - Tsf. from TS1254-13 - 2013 Local Roadworks	0	33,045	33,045	33,045
TOTAL FINANCING	<u>\$500,000</u>	<u>\$33,045</u>	<u>\$533,045</u>	<u>\$533,045</u>

1) <u>Financial Note</u>	<u>Engineering</u>	<u>Construction</u>	<u>Total</u>
Contract Price	\$24,000	\$499,826	\$523,826
Add: HST @ 13%	3,120	64,977	68,097
Total Contract Price Including Taxes	27,120	564,803	591,923
Less: HST Rebate	2,698	56,180	58,878
Net Contract Price	<u>\$24,422</u>	<u>\$508,623</u>	<u>\$533,045</u>

- 2) On April 15, 2014 Council approved a \$0.5 million one-time contribution from 2013 year end surplus be contributed to the VMP Noise Wall.
- 3) The additional financing requirement of \$33,045 is available as a transfer from TS1254-13 - 2013 Local Roadworks.
- 4) There are additional annual operating costs to the Environmental Engineering Services Department associated with the approval of this tender estimated at \$1,000 per year for general maintenance. Infrequent future minor capital expenditures are also expected as the wall progresses through its life cycle.

EH

Larry Palarchio
Director of Financial Planning & Policy