

APPENDIX 'A'

#14157

Chair & Members
Civic Works Committee

August 15, 2014
(Appoint Consulting Engineer)

**RE: Fanshawe Park Road - Adelaide Street to McLean Drive
Capital Project TS1475-2 - Fanshawe Road East Widening - Phase 2
AECOM Canada Limited - \$579,249.00 (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 and Engineering Services, and 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	\$773,163	\$23,163	\$589,443	\$160,557
Land Purchase	2,300,000	224,076		2,075,924
Construction	347,002	347,002		0
NET ESTIMATED EXPENDITURES	<u>\$3,420,165</u>	<u>\$594,241</u>	<u>\$589,443</u> 1)	<u>\$2,236,481</u>
 <u>SOURCE OF FINANCING:</u>				
Debenture Quota	2) \$501,065	\$87,058	\$86,355	\$327,652
Drawdown from Industrial Oversizing R.F.	109,100	18,956	18,803	71,342
Drawdown from City Services-Roads Component Reserve Fund (Development Charges)	3) 2,810,000	488,227	484,285	1,837,488
TOTAL FINANCING	<u>\$3,420,165</u>	<u>\$594,241</u>	<u>\$589,443</u>	<u>\$2,236,481</u>

Financial Note:

1) Contract Price	\$579,249
Add: HST @13%	75,302
Total Contract Price Including Taxes	654,551
Less: HST Rebate	65,108
Net Contract Price	<u>\$589,443</u>

2) **NOTE TO CITY CLERK:**

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 TS1475-2 - Fanshawe Road East Widening - Phase 2 for the net amount to be debentured of \$501,065.00.

- 3) Development charges have been utilized in accordance with the underlying legislation and the Development Charges Background Studies completed in 2009.
- 4) There are no anticipated additional operating costs in the Environmental and Engineering Services budget with approval of this engineering assignment. As the design progresses, future operational costs for the roadway, sewers, and watermain will be further refined.

EH

Alan Dunbar
Manager of Financial Planning & Policy