

APPENDIX "A"

Chair and Members
Corporate Services Committee

#14166
August 15, 2014
(Award Contract)

**RE: Construction Manager/General Contractor for Renovations to the Normal School
Capital Budget Project No. GG1558 - Purchase & Renovation of Normal School
Tonda Construction Limited - \$511,000.00 (excluding HST)**

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, Corporate Services and City Treasurer, Chief Financial Officer, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Additional Funding Required</u>	<u>Revised Budget</u>	<u>Committed To Date</u>	<u>This Submission</u>
Engineering	\$472,166		\$472,166	\$472,166	
Land Acquisition	1,755,007		1,755,007	1,755,007	
Construction	0	519,994	519,994		519,994
City Related Expenses	175,000		175,000	175,000	
NET ESTIMATED EXPENDITURES	<u>\$2,402,173</u>	<u>\$519,994</u>	<u>\$2,922,167</u>	<u>\$2,402,173</u>	<u>\$519,994</u>
 <u>SOURCE OF FINANCING</u>					
Capital Levy	\$2,000,000		\$2,000,000	\$2,000,000	
Debenture By-Law No. W.-5556-167 3)	402,173	519,994	922,167	402,173	519,994
TOTAL FINANCING	<u>\$2,402,173</u>	<u>\$519,994</u>	<u>\$2,922,167</u>	<u>\$2,402,173</u>	<u>\$519,994</u>

1) <u>Financial Note:</u>	
Contract Price	\$511,000
Add: HST @13%	66,430
Total Contract Price Including Taxes	<u>577,430</u>
Less: HST Rebate	57,436
Net Contract Price	<u><u>\$519,994</u></u>

2) On February 28, 2013, Council approved \$1 million of annual operating funding for the Normal School project including ongoing costs and debt servicing. The additional funding requirement of \$519,994 is available as Debenture Quota that will not be issued before 2015. Debt servicing costs will be financed through remaining annual commitments over a ten year period.

3) **NOTE TO CITY CLERK:**

The City Clerk be authorized to increase Debenture By-Law No. W.-5556-167 by \$519,994 from \$402,173 to \$922,167.

EH

Alan Dunbar
Manager, Financial Planning & Policy