

**APPENDIX 'A'
REVISED**

#12008

Chair and Members
Civic Works Committee

January 27, 2012
(Appoint Consulting Engineer)

**RE: Mud Creek Subwatershed Study Update
Capital Project ES2470 - Adoption of Climate Changes Strategy
Capital Project ES2681 - Mud Creek Erosion & Flooding Remediation Works
Delcan Corporation - \$200,622.40 (excluding H.S.T.)**

FINANCE DEPARTMENT REPORT ON THE SOURCES OF FINANCING:

Finance Department 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 Director, Wastewater and Treatment, 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>
<u>ES2470-Adoption of Climate Changes Strategy</u>				
Engineering	\$835,000	\$288,005	\$102,077	\$444,918
City Related Expenses	5,000	1,739		3,261
	<u>840,000</u>	<u>289,744</u>	<u>102,077</u>	<u>448,179</u>
<u>ES2681-Mud Creek Erosion & Flooding Remediation Works</u>				
Engineering	232,045	27,892	102,076	102,077
Land Purchase	1,500,000			1,500,000
Construction	967,955			967,955
	<u>2,700,000</u>	<u>27,892</u>	<u>102,076</u>	<u>2,570,032</u>
NET ESTIMATED EXPENDITURES	<u>\$3,540,000</u>	<u>\$317,636</u>	<u>\$204,153</u> ¹⁾	<u>\$3,018,211</u>

SOURCE OF FINANCING:

<u>ES2470-Adoption of Climate Changes Strategy</u>				
Drawdown from Sewage Works Reserve Fund	\$840,000	\$289,744	\$102,077	\$448,179
<u>ES2681-Mud Creek Erosion & Flooding Remediation Works</u>				
Debenture Quota	2) 185,900	1,920	7,028	176,952
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	1,221	4,469	112,510
Drawdown from City Services - Mjr. SWM Reserve Fund (Development Charges)	3) 719,200	24,751	90,579	603,870
	<u>2,700,000</u>	<u>27,892</u>	<u>102,076</u>	<u>2,570,032</u>
TOTAL FINANCING	<u>\$3,540,000</u>	<u>\$317,636</u>	<u>\$204,153</u>	<u>\$3,018,211</u>

Financial Note:

	<u>ES2470</u>	<u>ES2681</u>	<u>Total</u>
1) Contract Price	\$100,311	\$100,311	\$200,622
Add: HST @13%	13,041	13,040	26,081
Total Contract Price Including Taxes	113,352	113,351	226,703
Less: HST Rebate	11,275	11,275	22,550
Net Contract Price	<u>\$102,077</u>	<u>\$102,076</u>	<u>\$204,153</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 and Flooding Remediation Works 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.



Alan Dunbar
Manager of Financial Planning & Policy