

APPENDIX "A"

Chair and Members
Corporate Services Committee

#15037
April 10, 2015
(Award Contract)

RE: Renovation to the Normal School - Phase II
Capital Budget Project No. GG1558 - Purchase & Renovation of Normal School
Tonda Construction Limited - \$6,195,957.00 (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	519,994	6,305,005	6,824,999	519,994	6,305,005
City Related Expenses 3)	175,000	100,000	275,000	175,000	100,000
NET ESTIMATED EXPENDITURES	<u>\$2,922,167</u>	<u>\$6,405,005</u>	<u>\$9,327,172</u>	<u>\$2,922,167</u>	<u>\$6,405,005</u>
 <u>SOURCE OF FINANCING</u>					
Capital Levy	\$2,000,000		\$2,000,000	\$2,000,000	
Debenture By-Law No. W.-5556-167 4)	922,167	6,405,005	7,327,172	922,167	6,405,005
TOTAL FINANCING	<u>\$2,922,167</u>	<u>\$6,405,005</u>	<u>\$9,327,172</u>	<u>\$2,922,167</u>	<u>\$6,405,005</u>

- 1) **Financial Note:**

Contract Price	\$6,195,957
Add: HST @13%	805,474
Total Contract Price Including Taxes	<u>7,001,431</u>
Less: HST Rebate	696,426
Net Contract Price	<u><u>\$6,305,005</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 \$6,405,005 is available as Debenture Quota that will not be issued before 2016. Debt servicing costs will be financed through remaining annual commitments over a ten year period.
- 3) Additional City Related expenses totaling \$100,000 is being requested for costs associated with the building permit, development fees, site work and landscaping.
- 4) **NOTE TO CITY CLERK:**
 The City Clerk be authorized to increase Debenture By-Law No. W.-5556(a)-327 by \$6,405,005 from \$922,167 to \$7,327,172.

EH

Alan Dunbar
Manager, Financial Planning & Policy