

APPENDIX 'A'

Chair and Members
Civic Works Committee

#15071
April 24, 2015
(Appoint Consulting Engineer)

**RE: Horton Sanitary Sewer Upgrades
(Subledger WW150005)
New Capital Project ES3045 - Horton Sanitary Sewer Upgrades
R.V. Anderson Associates Ltd. - Sanitary Sewer Upgrade - \$111,680 (excluding H.S.T.)
R.V. Anderson Associates Ltd. - Sewer System Study - \$65,000 (excluding H.S.T.)**

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCES OF FINANCING:

Finance & Corporate Services 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>Financing Requirement</u>	<u>Revised Budget</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
Engineering	\$0	\$179,789	\$179,789	\$179,789	\$0
Construction (transfer surplus funding from ES2689 - Storm Outlets Remediation Work) 2)	\$0	\$300,211	\$300,211	\$0	\$300,211
NET ESTIMATED EXPENDITURES	<u>\$0</u>	<u>\$480,000</u>	<u>\$480,000</u>	<u>\$179,789</u> 1)	<u>\$300,211</u>

SOURCE OF FINANCING:

Drawdown from Sewage Works R.F. (transfer surplus funding from ES2689 - Storm Outlets Remediation Work) 2)	\$0	\$480,000	\$480,000	\$179,789	\$300,211
TOTAL FINANCING	<u>\$0</u>	<u>\$480,000</u>	<u>\$480,000</u>	<u>\$179,789</u>	<u>\$300,211</u>

<u>Financial Note:</u>	<u>Sanitary Sewer Upgrade</u>	<u>Sewer System Study</u>	<u>Total</u>
1) Contract Price	\$111,680	\$65,000	\$176,680
Add: HST @13%	14,518	8,450	22,968
Total Contract Price Including Taxes	126,198	73,450	199,648
Less: HST Rebate	12,553	7,306	19,859
Net Contract Price	<u>\$113,645</u>	<u>\$66,144</u>	<u>\$179,789</u>

- 2) Surplus funding to support this new project has been identified in another Wastewater project (ES2689 – Storm Outlets Remediation Work) that will be recommended to be closed in 2015. Financing in the amount of \$480,000 will be transferred from ES2689 to establish funding for this new project. \$179,789 (net contract price) is required at this time to fund the two consulting appointments currently recommended (\$113,645 for Assignment 1 and \$66,144 for Assignment 2). It is estimated that Assignment 1 will require additional funding of \$300,000 for construction (cleaning the trunk sewer). With the approval of this Source of Financing, this contract will be awarded administratively in the late summer.

JG

Larry Palarchio
Director of Financial Planning & Policy