

Chair and Members
Community and Protective Services Committee

July 7, 2015
(Award Contract)

RE: Driver Simulator
RFP15-03
Capital Project PP1031 - Interactive Training & Communications
KnowledgeSurge Learning Solutions Inc. - \$169,342.00 (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 Fire Chief and the Managing Director of Neighbourhood, Children, and Fire Services, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Additional Financing Required</u>	<u>Revised Budget</u>	<u>This Submission</u>
Vehicles & Equipment	\$100,000	\$72,322	\$172,322	\$172,322
NET ESTIMATED EXPENDITURES	<u>\$100,000</u>	<u>\$72,322</u>	<u>\$172,322</u>	<u>\$172,322</u> 1)
<u>SOURCE OF FINANCING:</u>				
Drawdown from Fire Vehicles & Equipment R. F.	\$100,000	\$0	\$100,000	\$100,000
Drawdown from Fire Vehicles & Equipment R. F. (transfer surplus funding from PP1123 Replace Fire Equipment) 2)	0	72,322	72,322	72,322
TOTAL FINANCING	<u>\$100,000</u>	<u>\$72,322</u>	<u>\$172,322</u>	<u>\$172,322</u>

Financial Note:

- | | |
|--------------------------------------|------------------|
| 1) Contract Price | \$169,342 |
| Add: HST @13% | 22,014 |
| Total Contract Price Including Taxes | 191,356 |
| Less: HST Rebate | 19,034 |
| Net Contract Price | <u>\$172,322</u> |
- 2) The additional financing required is available as a transfer of surplus funding from PP1123 Replace Firefighter Equipment.
- 3) In addition to the capital investment, the Simulator would require approximately \$600 more in operational expenditures in Year 1 and Year 2, increasing to \$9,800 in Year 3 and beyond. These costs herein noted will be absorbed within the LFD Operating Budget.

AD

Larry Palarchio
Director, Financial Planning & Policy