

APPENDIX 'A'

#12022

Chair and Members
Finance and Administrative Services Committee

February 22, 2012
(Award Contract)

RE: Argyle Arena Life Cycle Renewal Upgrades
Capital Project GG1693 - 2009 Building Accessibility
Capital Project RC2201 - 2010 Recreation Facilities
Capital Project RC2201-12 - 2012 Recreation Facilities
Capital Project TS6217 - Facility Energy Management
Bronnenco Construction Ltd. - \$942,000 (excluding HST)

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 Managing Director - Corporate Assets, 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>GG1693-2009 Building Accessibility</u>				
Engineering	\$10,075	\$7,473		\$2,602
Construction	97,405	51,100	45,792	513
	<u>107,480</u>	<u>58,573</u>	<u>45,792</u>	<u>3,115</u>
<u>RC2201-2010 Recreation Facilities</u>				
Engineering	36,078	36,078		0
Construction	920,562	401,200	144,499	374,863
	<u>956,640</u>	<u>437,278</u>	<u>144,499</u>	<u>374,863</u>
<u>RC2201-12 - 2012 Recreation Facilities</u>				
Engineering	250,000			250,000
Construction	3,582,000		712,320	2,869,680
	<u>3,832,000</u>	<u>0</u>	<u>712,320</u>	<u>3,119,680</u>
<u>TS6217-Facility Energy Management</u>				
Engineering	90,098	90,098		0
Construction	2,209,902	1,217,265	55,968	936,669
	<u>2,300,000</u>	<u>1,307,363</u>	<u>55,968</u>	<u>936,669</u>
NET ESTIMATED EXPENDITURES	<u>\$7,196,120</u>	<u>\$1,803,214</u>	<u>\$958,579</u> 1)	<u>\$4,434,327</u>
<u>SOURCE OF FINANCING:</u>				
<u>GG1693-2009 Building Accessibility</u>				
Capital Levy	\$107,480	\$58,573	\$45,792	\$3,115
<u>RC2201-2010 Recreation Facilities</u>				
Debenture Quota	475,195		100,332	374,863
Drawdown from City Facilities Reserve Fund	481,445	437,278	44,167	0
	<u>956,640</u>	<u>437,278</u>	<u>144,499</u>	<u>374,863</u>
<u>RC2201-12 - 2012 Recreation Facilities</u>				
Capital Levy	766,100		712,320	53,780
Debenture Quota 2)	1,425,900			1,425,900
Drawdown from City Facilities Reserve Fund	1,640,000			1,640,000
	<u>3,832,000</u>	<u>0</u>	<u>712,320</u>	<u>3,119,680</u>
<u>TS6217-Facility Energy Management</u>				
Federal Gas Tax	2,300,000	1,307,363	55,968	936,669
TOTAL FINANCING	<u>\$7,196,120</u>	<u>\$1,803,214</u>	<u>\$958,579</u>	<u>\$4,434,327</u>

1) **Financial Note:**

	<u>GG1693</u>	<u>RC2201</u>	<u>RC2201-12</u>	<u>TS6217</u>	<u>TOTAL</u>
Contract Price	\$45,000	\$142,000	\$700,000	\$55,000	\$942,000
Add: HST @13%	5,850	18,460	91,000	7,150	122,460
Total Contract Price Including Taxes	50,850	160,460	791,000	62,150	1,064,460
Less: HST Rebate	5,058	15,961	78,680	6,182	105,881
Net Contract Price	<u>\$45,792</u>	<u>\$144,499</u>	<u>\$712,320</u>	<u>\$55,968</u>	<u>\$958,579</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 RC2201-12 - 2012 Recreation Facilities for the net amount to be debentured of \$1,425,900.

3) There are no additional annual operating costs associated with the approval of this project.



Alan Dunbar

Manager of Financial Planning & Policy