

APPENDIX 'B'

#15170

Chair and Members  
Community & Protective Services Committee

November 6, 2015  
(Increase Budget)

**RE: Radio System Update - oneVoice 2.0**  
**Capital Project GG1055 - One Voice Communications Infrastructure**  
**Harris Canada Systems Inc. - \$1,867,138 (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 Corporate Services, 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	\$48,863		\$48,863	\$48,863	
Construction	286,490		286,490	286,490	
Communication Costs	5,674,687	1,332,806	7,007,493	5,107,493	1,900,000
<b>TOTAL ESTIMATED EXPENDITURES</b>	<b><u>\$6,010,040</u></b>	<b><u>\$1,332,806</u></b>	<b><u>\$7,342,846</u></b>	<b><u>\$5,442,846</u></b>	<b><u>\$1,900,000</u></b>
<b><u>SOURCE OF FINANCING:</u></b>					
Capital Levy	\$800,000		\$800,000	\$800,000	
Debtenture By-law No. W.-2032-280	5,210,040		5,210,040	4,642,846	567,194
Drawdown from Efficiency, Effectiveness & Economy Reserve		1,332,806	1,332,806		1,332,806
<b>TOTAL FINANCING</b>	<b><u>\$6,010,040</u></b>	<b><u>\$1,332,806</u></b>	<b><u>\$7,342,846</u></b>	<b><u>\$5,442,846</u></b>	<b><u>\$1,900,000</u></b>

1) **Financial Note:**

Contract Price  
Add: HST @13%  
Total Contract Price Including Taxes  
Less: HST Rebate  
Net Contract Price

\$1,867,138  
242,728  
2,109,866  
209,866  
\$1,900,000

**NOTE TO CITY CLERK:**

- The City Clerk be authorized to increase Debtenture By-law No. W.-2032-280 by \$2,021,040 from \$3,189,000 to \$5,210,040.
- The anticipated cost of the upgrade to the oneVoice system is \$1.9 million (HST included). There is \$567,194 remaining in the approved capital budget for this project. Additional funding required is available as a drawdown of \$1,332,806 from the Efficiency, Effectiveness & Economy Reserve.
- This project will only move forward at this time if the opportunity for promotional pricing or further discounts still exists with Harris Canada Systems Inc., in which case the final project will be less than \$1,900,000 and the savings will be returned to the Efficiency, Effectiveness & Economy Reserve.
- Costs of life cycle maintenance for the system (training and installation of future software upgrades over the next five years), as provided by Harris Canada Systems Inc., will be budgeted appropriately in the proposed 2016 - 2019 multi-year budget.

JG



Larry Palarchio  
Director of Financial Planning & Policy