

**APPENDIX 'A'**

#16075

May 13, 2016

Chair and Members  
Civic Works Committee

(Increase in Engineering Fees)

**RE: Southeast Pumping Station and Reservoir  
(Subledger FW090005)  
Capital Project EW3614 - Southeast Pumping Station and Reservoir  
AECOM Canada Ltd. - \$4,289,651 (excluding H.S.T.)**

**FINANCE & CORPORATE SERVICES REPORT ON THE SOURCE OF FINANCING:**

Finance & Corporate Services 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, Environmental & Engineering Services & City Engineer, the detailed source of financing for this project is:

<b><u>ESTIMATED EXPENDITURES</u></b>	<b><u>Approved Budget</u></b>	<b><u>Committed To Date</u></b>	<b><u>This Submission</u></b>	<b><u>Balance for Future Work</u></b>
Engineering	\$7,190,234	\$6,455,362	\$715,548	\$19,324
Construction	47,610,701	46,821,392		789,309
Relocate Utilities	300,000	254,631		45,369
City Related Expenses	627,183	620,591		6,592
<b>NET ESTIMATED EXPENDITURES</b>	<b><u>\$55,728,118</u></b>	<b><u>\$54,151,976</u></b>	<b><u>\$715,548</u></b> 1)	<b><u>\$860,594</u></b>
<b><u>SOURCE OF FINANCING:</u></b>				
Drawdown from Industrial Oversizing - Water Reserve Fund	\$5,066,100	\$4,922,817	\$65,049	\$78,234
Drawdown from Capital Water Reserve Fund	8,299,118	8,064,396	106,561	128,161
Federal Government Funding 2)	18,141,550	17,628,458	232,937	280,155
Provincial Government Funding 2)	18,141,550	17,628,458	232,936	280,156
Drawdown from City Services - Water Reserve Fund (Development Charges) 3)	6,079,800	5,907,847	78,065	93,888
<b>TOTAL FINANCING</b>	<b><u>\$55,728,118</u></b>	<b><u>\$54,151,976</u></b>	<b><u>\$715,548</u></b>	<b><u>\$860,594</u></b>

**Financial Note:**

1) Estimated Expenditure	\$4,289,651
Less: Amount Previously Approved by Council May 22 and 23, 2012	3,586,478
Contract Price	703,173
Add: HST @13%	91,412
Total Contract Price Including Taxes	794,585
Less: HST Rebate	79,037
Net Contract Price	<u>\$715,548</u>

- 2) This project has been approved as a project under the Building Canada Fund (Federal) and HELP Clean Water Initiative (Provincial).
- 3) Development charges have been utilized in accordance with the underlying legislation and the Development Charges Background Studies completed in 2014.
- 4) There are no additional operating costs anticipated due to the increase in consulting fees.

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Alan Dunbar  
Manager of Financial Planning & Policy