

APPENDIX 'A'

Chair and Members
Civic Works Committee

#16133
July 29, 2016
(Establish Budget)

**RE: Single Source Purchase of Turbo Blowers for the
Greenway Wastewater Treat Plant
(Subledger FS16GW05)
New Capital Budget Project No. ES5085 - Purchase of Turbo Blowers for Greenway
APG-Neuros - \$2,240,000 (excluding HST)**

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCES OF FINANCING:

Finance & Corporate Services confirms that the cost of this project, although not included in the approved Capital Budget, can be accommodated with a transfer of funds from existing capital projects. The detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>This Submission</u>	<u>Revised Budget</u>
Additional Vehicle and Equipment	\$0	\$2,279,424	\$2,279,424
NET ESTIMATED EXPENDITURES	\$0	\$2,279,424	\$2,279,424

SOURCE OF FINANCING

Drawdown from Sewage Works R.F. - transfer from ES2492 Vauxhall PCP CSO Mgmt 2)	\$0	\$312,356	\$312,356
Drawdown from Sewage Works R.F. - transfer from ES5234 Adelaide Wastewater Treatment Plant CSO 2)		201,500	201,500
Drawdown from Sewage Works R.F. - transfer from ES6074 Pottersburg WWTP CSO and Inlet works Upgrade 2)		201,500	201,500
Capital Sewer Rates - transfer from ES508416 Replacement Equipment Inlet works Upgrade 2)		664,068	664,068
IESO Incentive 3)		900,000	900,000
TOTAL FINANCING	\$0	\$2,279,424	\$2,279,424

Financial Note:

- | | |
|--------------------------------------|--------------------|
| 1) Contract Price | \$2,240,000 |
| Add: HST @13% | 291,200 |
| Total Contract Price Including Taxes | 2,531,200 |
| Less: HST Rebate | 251,776 |
| Net Contract Price | <u>\$2,279,424</u> |
- 2) The funding requirement to purchase the turbo blowers is available as a drawdown from Sewage Works Reserve Fund with transfers from ES2492-Vauxhall PCP CSO Mgmt (\$312,356), ES5234-Adelaide Wastewater Treatment Plant CSO (\$201,500) and ES6074 Pottersburg WWTP CSO and Inlet Works Upgrade (\$201,500) and Capital Sewer Rates in the amount of \$664,068 from ES508416 Replacement Equipment.
- 3) Incentives totalling \$900,000 is being offered through the Independent Electricity System Operator (IESO) and System Upgrades (PSU) program which will help offset the purchase and installation of the new equipment.

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Alan Dunbar
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