

APPENDIX 'A'

#17061

Chair and Members
Civic Works Committee

March 31, 2017
(Contract Price Increase)

**RE: Infrastructure Renewal Program Contract 4 - McCormick Area Reconstruction
(Subledger WS16C004)
Capital Project ES241416 - Sewer Replacement Program
Bre-Ex Limited - \$3,385,067.28 (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 and City Engineer, 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>
Engineering	\$1,985,787	\$1,922,787		\$63,000
Construction	15,184,609	12,656,068	315,456	2,213,085
Construction (PDC Portion)	232,400	232,400		0
City Related Expenses	204,979	122,781		82,198
NET ESTIMATED EXPENDITURES	<u>\$17,607,775</u>	<u>\$14,934,036</u>	<u>\$315,456</u> 1)	<u>\$2,358,283</u>

SOURCE OF FINANCING:

Capital Sewer Rates	\$7,605,000	\$7,605,000		\$0
Drawdown from Sewage Works R.F.	5,620,375	2,946,636	315,456	2,358,283
Federal Gas Tax	4,150,000	4,150,000		0
Cash Recovery from Property Owners (PDC Portion)	232,400	232,400		0
TOTAL FINANCING	<u>\$17,607,775</u>	<u>\$14,934,036</u>	<u>\$315,456</u>	<u>\$2,358,283</u>

Financial Note:

1) Contract Price	\$3,385,067
Less: Previously Approved by Council April 19,2016	3,075,067
	310,000
Add: HST @13%	40,300
Total Contract Price Including Taxes	350,300
Less: HST Rebate	34,844
Net Contract Price	<u>\$315,456</u>

JG

Jason Senese
Manager of Financial Planning & Policy