

APPENDIX 'A'

Chair and Members
Civic Works Committee

#17085
May 9, 2017
(Contract Amendment)

RE: Fox Hollow SWM Facility No. 3 - Contract Amendment to Phase 1 Grading Tender (T16-47)
(Subledger SWM11003)
Capital Project ES3020-FH3 - SWM Facility - Fox Hollow #3
Capital Project ES523616 - Fox Hollow Trunk Sanitary Sewer
560789 Ontario Limited o/a R & M Construction - \$1,974,336.80 (excluding H.S.T.)

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCE 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, Environmental & Engineering Services and City Engineer, the detailed source of financing for this project is:

	Approved Budget	Additional Funding Required	Revised Budget	Committed To Date	This Submission
<u>ESTIMATED EXPENDITURES</u>					
<u>ES3020-FH3 - SWM Facility-Fox Hollow #3</u>					
Engineering	\$1,109,311		\$1,109,311	\$1,109,311	
Land Purchase	1,098,997		1,098,997	1,098,997	
Construction	5,372,847	356,160	5,729,007	5,372,847	356,160
City Related Expenses	8,681		8,681	8,681	
	<u>7,589,836</u>	<u>356,160</u>	<u>7,945,996</u>	<u>7,589,836</u>	<u>356,160</u>
<u>ES523616-Fox Hollow Trunk Sanitary Sewer</u>					
Engineering	147,019		147,019	147,019	
Construction	652,981		652,981	414,646	
	<u>800,000</u>	<u>0</u>	<u>800,000</u>	<u>561,665</u>	<u>0</u>
NET ESTIMATED EXPENDITURES	<u>\$8,389,836</u>	<u>\$356,160</u>	<u>\$8,745,996</u>	<u>\$8,151,501</u>	<u>\$356,160</u>

SOURCE OF FINANCING:

<u>ES3020-FH3 - SWM Facility-Fox Hollow #3</u>					
Drawdown from Sewage Works Reserve Fund	\$237,604		\$237,604	\$237,604	
Drawdown from City Services - Mjr. SWM Reserve Fund (Development Charges)	3) 1,978,323		1,978,323	1,978,323	
Debenture By-law No. W.5330-17 - Serviced through City Services - Mjr. SWM Reserve Fund (Development Charges)	3) 5,373,909		5,373,909	5,373,909	
Additional Debenture Quota (Serviced through City Services-Mjr. SWM R.F. (Development Charges))-tsf from ES3020-WKR SWM Facility Wickerson Rd.	2,3&4)	356,160	356,160		356,160
	<u>7,589,836</u>	<u>356,160</u>	<u>7,945,996</u>	<u>7,589,836</u>	<u>356,160</u>
<u>ES523616-Fox Hollow Trunk Sanitary Sewer</u>					
Drawdown from City Services - Sewers Reserve Fund (Development Charges)	3) 800,000		800,000	561,665	
TOTAL FINANCING	<u>\$8,389,836</u>	<u>\$356,160</u>	<u>\$8,745,996</u>	<u>\$8,151,501</u>	<u>\$356,160</u>

Financial Note:

1) Contract Price	\$1,974,337
Less: Amount Previously Approved	<u>1,624,337</u>
	350,000
Add: HST @13%	45,500
Total Contract Price Including Taxes	<u>395,500</u>
Less: HST Rebate	39,340
Net Contract Price	<u>\$356,160</u>

- 2) The additional funding requirement of \$356,160 is available as a transfer of City Services - Mjr. SWM Reserve Fund (Development Charges) from ES3020-WKR - SWM Facility Wickerson Rd.. This project is substantially complete with a surplus and is therefore available as a source of funding for the Fox Hollow Sanitary Sewer project.
- 3) Development Charges have been utilized in accordance with the underlying legislation and the Development Charges Background Study completed in 2014.

NOTE TO CITY CLERK:

- 4) The City Clerk be authorized to increase Debenture By-law No. W-5330-17 as amended by By-law No. W.-5330(a)-104 by \$356,160 from \$5,373,909 to \$5,730,069.

JG

Larry Palarchio
Director of Financial Planning & Policy