

Chair and Members
Finance and Administrative Services Committee

May 17, 2012
(Award Contract)

RE: Arena Lighting Upgrades
Capital Project TS6217 - Facility Energy Management
Capital Project GG1650-12 - 2012 Facility Maintenance
St. Clair Electrical Inc. - \$284,000.00 (excluding H.S.T.)

FINANCE DEPARTMENT REPORT ON THE SOURCES OF FINANCING:

Finance Department 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 - Corporate Assets, and the Director, Parks and Recreation, the detailed source of financing for this project is:

	<u>Approved Budget</u>	<u>Committed to Date</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
<u>ESTIMATED EXPENDITURES</u>				
<u>TS6217-Facility Energy Management</u>				
Engineering	116,704	116,393		311
Construction	2,683,296	1,384,530	183,168	1,115,598
	<u>2,800,000</u>	<u>1,500,923</u>	<u>183,168</u>	<u>1,115,909</u>
<u>GG1650-12 - Facility Maintenance</u>				
Construction	1,459,000		105,830	1,353,170
	<u>1,459,000</u>		<u>105,830</u>	<u>1,353,170</u>
NET ESTIMATED EXPENDITURES	<u>\$4,259,000</u>	<u>\$1,500,923</u>	<u>\$288,998</u>	<u>\$2,469,079</u>
<u>SOURCE OF FINANCING:</u>				
<u>TS6217-Facility Energy Management</u>				
Federal Gas Tax	\$2,800,000	\$1,500,923	\$183,168	\$1,115,909
	<u>\$2,800,000</u>	<u>\$1,500,923</u>	<u>\$183,168</u>	<u>\$1,115,909</u>
<u>GG1650-12 - Facility Maintenance</u>				
Capital Levy	1,459,000	0	105,830	1,353,170
	<u>1,459,000</u>	<u>0</u>	<u>105,830</u>	<u>1,353,170</u>
TOTAL FINANCING	<u>\$4,259,000</u>	<u>\$1,500,923</u>	<u>\$288,998</u>	<u>\$2,469,079</u>

1) **Financial Note:**

	<u>TS6217</u>	<u>GG1650-12</u>	<u>TOTAL</u>
Contract Price	\$180,000	\$104,000	\$284,000
Add: HST @13%	23,400	13,520	36,920
Total Contract Price Including Taxes	203,400	117,520	320,920
Less: HST Rebate	20,232	11,690	31,922
Net Contract Price	<u>\$183,168</u>	<u>\$105,830</u>	<u>\$288,998</u>

- 2) The estimated future annual operating savings of \$12,500 as a result of this project will assist in achieving future budget targets.
- 3) This project is eligible for an estimated rebate from London Hydro of \$22,000 that will be credited to the Energy account TS6217.



Alan Dunbar
Manager of Financial Planning & Policy