

APPENDIX 'A'

#18021

Chair and Members
Civic Works Committee

February 21, 2018
(Award Contract)

**RE: Single Source Purchase of One Turbo Blower for the Greenway Wastewater Treatment Plant
Subledger (FS16GW05)
Capital Project ES5085 - Treatment Plant Energy Reduction with Turbo Blowers
APG-Neuros - \$415,000 (excluding H.S.T.)**

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCES OF FINANCING:

Finance & Corporate Services confirms that the total cost of this purchase cannot 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:

SUMMARY OF ESTIMATED EXPENDITURES	Approved Budget	Additional Financing	Revised Budget	Committed to Date	This Submission	Balance for Future Work
Replace Vehicle & Equipment	\$817,499	\$339,000	\$1,156,499	\$567,261	\$422,304	\$166,934
Additional Vehicle & Equipment	2,280,501		2,280,501	2,280,501		0
NET ESTIMATED EXPENDITURES	\$3,098,000	\$339,000	\$3,437,000	\$2,847,762	\$422,304	\$166,934
SUMMARY OF FINANCING:						
Capital Sewer Rates	\$549,500		\$549,500	\$505,115	\$14,776	\$29,609
Clean Water and Wastewater Fund	1,648,500		1,648,500	1,515,344	44,327	88,829
Other Contributions	900,000		900,000	827,303	24,201	48,496
Additional Drawdown from Sewage Works R.F. 2)		339,000	339,000		339,000	0
TOTAL FINANCING	\$3,098,000	\$339,000	\$3,437,000	\$2,847,762	\$422,304	\$166,934

1) **Financial Note:**

Contract Price	\$415,000
Add: HST @13%	53,950
Total Contract Price Including Taxes	468,950
Less: HST Rebate	46,646
Net Contract Price	<u>\$422,304</u>

2) The additional financing requirement of \$339,000 is available as an additional drawdown from the Sewage Works Reserve Fund.

There are provisions within the CWWF agreement to amend sub-project budgets within the total funding envelope. Administration is currently drafting a budget amendment from Infrastructure Ontario to move any available funds from other projects to cover the above increased costs on this project. In the likely event that this amendment is approved, the remaining municipal portion of the funding will be released to reserves.

JG

Jason Davies
Manager of Financial Planning & Policy