

APPENDIX "C"

#12090

May 17, 2012

Chair and Members
Finance and Administrative Services Committee

(Approve Single Source Consulting Service)

**RE: Single Source Consulting Services Contract
New Capital Project - GG1061 - City of London Website Modernization
Infusion Inc. - \$353,953.00 (excluding H.S.T.)**

FINANCE DEPARTMENT REPORT ON THE SOURCES OF FINANCING:

Finance Department confirms that the cost of this project cannot be accommodated within the financing available for it in the Capital Works Budget, and that subject to the adoption of the recommendation of the Managing Director, Corporate Communications and the Chief Technology Officer, the detailed source of financing for this project is:

	<u>Approved Budget</u>	<u>This Submission</u>	<u>Revised Budget</u>
<u>ESTIMATED EXPENDITURES</u>			
Consulting Service	\$0	\$360,183	\$360,183
NET ESTIMATED EXPENDITURES	<u>\$0</u>	<u>\$360,183</u>	1) <u>\$360,183</u>
<u>SOURCE OF FINANCING</u>			
Technology Services Reserve Fund 2)	\$0	\$360,183	\$360,183
TOTAL FINANCING	<u>\$0</u>	<u>\$360,183</u>	<u>\$360,183</u>

Financial Note:

1) Contract Price	\$353,953
Add: HST @13%	46,014
Total Contract Price Including Taxes	<u>399,967</u>
Less: HST Rebate	39,784
Net Contract Price	<u>\$360,183</u>

NOTES:

- 2) The funding requirement of \$360,183 is available as a drawdown from the Technology Services Reserve Fund. In 2011, TSD identified several low value applications and cancelled software maintenance contracts on those applications which resulted in savings of \$1 million. Council approved setting these savings aside in a Technology Services Reserve Fund.
- 3) The training costs and additional operating costs associated with this project will be accommodated within the existing operating budget for the Technology Services Division.
- 4) The uncommitted balance in the Technology Services Reserve Fund will be approximately \$639,817 with the approval of this project.

EH



Larry Palarchio

Director of Financial Planning & Policy