

APPENDIX 'B'

#18047

Chair and Members
Civic Works Committee

March 19, 2018
(Establish Budget)

**RE: Ontario Municipal Greenhouse Gas (GHG) Challenge
Fund Transfer Payment Agreement
Capital Project ME1208 - Phase 1 - Fuel Switching Project - Diesel to
Compressed Natural Gas (CNG) Transition**

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCES OF FINANCING:

Finance & Corporate Services confirms that the cost of this project, although not included in the Capital Plan, can be accommodated with a drawdown from the Economic Development Reserve Fund and a contribution from the Ontario Municipal Greenhouse (GHG) Challenge Fund, 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:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Additional Funding</u>	<u>Revised Budget</u>
Engineering	\$0	\$280,000	\$280,000
Construction	0	1,102,625	1,102,625
NET ESTIMATED EXPENDITURES	<u>\$0</u>	<u>\$1,382,625</u> 1)	<u>\$1,382,625</u>
 <u>SOURCE OF FINANCING:</u>			
Drawdown from the Economic Development Reserve Fund	1)	\$691,313	\$691,313
Ontario Municipal Greenhouse Gas Challenge Fund	2)	691,312	691,312
TOTAL FINANCING	<u>\$0</u>	<u>\$1,382,625</u>	<u>\$1,382,625</u>

- 1) The funding is available as a drawdown from the Economic Development Reserve Fund. The uncommitted balance will be approximately \$14.4 million after the approval of this project.
- 2) The City of London was approved an Ontario Municipal GHG Challenge Fund contribution of \$691,312 for the Compressed Natural Gas Vehicle Fuelling and Maintenance Infrastructure project.

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Anna Lisa Barbon
Managing Director, Corporate Services and
City Treasurer, Chief Financial Officer