

APPENDIX "A"

#12102
June 18, 2012
(Award Contract)

Chair and Members
Finance and Administrative Services Committee

**RE: London Police Headquarters Building
Asbestos Abatement and Alterations
Capital Project GG1650-11 - 2011 Facility Maintenance
Capital Project GG1650-12 -2012 Facility Maintenance
Capital Project PP4444-12 - 2012 Headquarters Building Repairs
Capital Project PP4460 - Police Facilities
Norlon Builders London Limited - \$1,508,675.00 (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 Assets, 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>
ESTIMATED EXPENDITURES				
<u>GG1650-11- 2011 Facility Mtce.</u>				
Corporate Facility Works	\$500,000	\$500,000	\$0	\$0
Police Asbestos Abatement-Phase 1	459,000	399,933	59,067	0
	<u>959,000</u>	<u>899,933</u>	<u>59,067</u>	<u>0</u>
<u>GG1650-12- 2012 Facility Mtce.</u>				
Corporate Facility Works	1,000,000		633,161 2)	366,839
Police Asbestos Abatement - Phase 2	459,000	62,000	397,000	0
	<u>1,459,000</u>	<u>62,000</u>	<u>1,030,161</u>	<u>366,839</u>
Total Facility Maintenance	<u>2,418,000</u>	<u>961,933</u>	<u>1,089,228</u>	<u>366,839</u>
<u>PP4444-12 2012 Police Headquarters Bldg. Rep.</u>				
Construction	425,000		346,000	79,000
<u>PP4460 - Police Facilities</u>				
Construction	100,000	0	100,000	0
NET ESTIMATED EXPENDITURES	<u>\$2,943,000</u>	<u>\$961,933</u>	<u>\$1,535,228</u> 1)	<u>\$445,839</u>
SOURCE OF FINANCING				
<u>GG1650-11- 2011 Facility Mtce.</u>				
Capital Levy	\$959,000	\$899,933	\$59,067	\$0
<u>GG1650-12- 2012 Facility Mtce.</u>				
Capital Levy	1,459,000	62,000	1,030,161	366,839
Total Facility Maintenance	<u>2,418,000</u>	<u>961,933</u>	<u>1,089,228</u>	<u>366,839</u>
<u>PP4444-12 2012 Headquarters Bldg. Rep.</u>				
Capital Levy	425,000	0	346,000	79,000
<u>PP4460 - Police Facilities</u>				
Debenture By-Law No. W.-1901(b)-315	78,400	0	78,400	0
Debenture By-Law No. W.-1901(b)-315 (Serviced through City Services-Police Component RF-Dev. Charges)	21,600	0	21,600	0
	<u>100,000</u>	<u>0</u>	<u>100,000</u>	<u>0</u>
TOTAL FINANCING	<u>\$2,943,000</u>	<u>\$961,933</u>	<u>\$1,535,228</u>	<u>\$445,839</u>
Financial Note:				
	<u>GG1650-11/12</u>	<u>PP4444-12</u>	<u>PP4460</u>	<u>Total</u>
1) Contract Price	\$1,070,388	\$340,016	\$98,271	\$1,508,675
Add: HST @ 13%	139,150	44,202	12,775	196,127
Contract Price Including Taxes	1,209,538	384,218	111,046	1,704,802
Less: HST Rebate	120,310	38,218	11,046	169,574
Total Contract Price	<u>\$1,089,228</u>	<u>\$346,000</u>	<u>\$100,000</u>	<u>\$1,535,228</u>

2) Note that Facilities has identified approximately \$739,000 of important additional projects that may need to be completed in 2012 with funding from GG1650-12. Funding for these additional planned projects will be made available through draws from the Facilities Reserve Fund should they need to proceed in 2012.

3) There are no additional annual operating costs associated with the approval of this project.

EH


 for _____
 Larry Palarchio
 Director of Financial Planning & Policy