

Chair and Members
Civic Works Committee

July 6, 2012
(Award Contract)

RE: Innovation Park Industrial Subdivision - Phase 2 and 4 Site Grading
Capital Project ID1168 - Innovation Park
VanRooyen Earthmoving Ltd. - \$2,220,555.00 (excluding H.S.T.)
AECOM - \$241,582.00 (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 Acting Executive Director, Planning, Environmental and Engineering Services & City Engineer, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Committed to Date</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
Engineering	\$2,613,536	\$2,367,702	\$245,834	\$0
Construction	7,247,624	6,237,547		1,010,077
Construction - Mill	7,089,477	4,829,840	2,259,637	0
Relocate Utilities	1,440,000	1,430,646		9,354
Relocate Utilities - Mill	3,194,000	3,191,959		2,041
City Related Expenses	1,200,000	1,115,358		84,642
NET ESTIMATED EXPENDITURES	<u>\$22,784,637</u>	<u>\$19,173,052</u>	<u>\$2,505,471</u> 1)	<u>\$1,106,114</u>
SOURCE OF FINANCING:				
Debenture By-Law No. W.-1960-144 (Serviced through Industrial Land Reserve Fund)	\$2,442,916	\$63,359	\$1,417,270	\$962,287
Drawdown from Industrial Land Reserve Fund	3,390,000	3,390,000		0
Drawdown from Industrial Oversizing Reserve Fund	2,206,637	2,206,637		0
Mill - Provincial Grants	9,110,000	8,021,799	1,088,201	0
Superbuild Funding	1,273,084	1,273,084		0
Drawdown from London Connect Reserve Fund	3,491,000	3,491,000		0
Other Contributions	871,000	727,173		143,827
TOTAL FINANCING	<u>\$22,784,637</u>	<u>\$19,173,052</u>	<u>\$2,505,471</u>	<u>\$1,106,114</u>

1) **Financial Note:**

	<u>Engineering</u>	<u>Construction</u>	<u>TOTAL</u>
Contract Price	\$241,582	\$2,220,555	\$2,462,137
Add: HST @13%	31,406	288,672	320,078
Total Contract Price Including Taxes	272,988	2,509,227	2,782,215
Less: HST Rebate	27,154	249,590	276,744
Net Contract Price	<u>\$245,834</u>	<u>\$2,259,637</u>	<u>\$2,505,471</u>

2) There are no anticipated additional annual operating costs to the Environmental and Engineering Services budget in 2012 and subsequent years associated with the approval of this project.



Alan Dunbar
Manager of Financial Planning & Policy