

Chair and Members  
Finance & Administrative Services Committee

September 14, 2012  
(Award Contract)

**RE: A.J. Tyler Fuel Site Upgrades - Single Source  
Capital Project ME1206 - Fuel System Management  
Middlesex Supply and Maintenance Ltd. - \$174,850 (excluding HST)**

**FINANCE DEPARTMENT REPORT ON THE SOURCES OF FINANCING:**

Finance Department confirms that the cost of this project can not 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, Corporate Assets and Managing Director, Engineering and City Engineer, the detailed source of financing for this project is:

<b><u>ESTIMATED EXPENDITURES</u></b>	<b><u>Approved Budget</u></b>	<b><u>Additional Funding Requirement</u></b>	<b><u>Revised Budget</u></b>	<b><u>Committed to Date</u></b>	<b><u>This Submission</u></b>
Construction	\$170,670	\$7,258	\$177,928		\$177,928
City Related Expenses	189,330		189,330	189,330	
<b>NET ESTIMATED EXPENDITURES</b>	<b><u>\$360,000</u></b>	<b><u>\$7,258</u></b>	<b><u>\$367,258</u></b>	<b><u>\$189,330</u></b> <sup>1)</sup>	<b><u>\$177,928</u></b>
<b><u>SOURCE OF FINANCING:</u></b>					
Drawdown from Vehicle & Equipment - ES Reserve Fund	\$360,000		\$360,000	\$189,330	\$170,670
Additional Drawdown from Vehicle & Equipment - ES Reserve Fund <sup>2)</sup>		7,258	7,258		7,258
<b>TOTAL FINANCING</b>	<b><u>\$360,000</u></b>	<b><u>\$7,258</u></b>	<b><u>\$367,258</u></b>	<b><u>\$189,330</u></b>	<b><u>\$177,928</u></b>

1) **Financial Note:**

Contract Price	\$174,850
Add: HST @13%	22,731
Total Contract Price Including Taxes	197,581
Less: HST Rebate	19,653
Net Contract Price	<u>\$177,928</u>

2) The additional funding requirement of \$7,258 is available as an additional drawdown from the Vehicle & Equipment - ES Reserve Fund. Fleet Services has identified a number of capital projects that are completed and will have funds released on closure by the 2012 third quarter reporting of capital projects.

3) There are no additional operating costs associated with the award of this contract.



Larry Palarchio  
Director of Financial Planning & Policy