

APPENDIX 'A'

#19080

Chair and Members
Civic Works Committee

June 18, 2019
(Award Contract)

RE: Dingman Creek Pumping Station Forcemain Installation - Tenders: T19-48 and T19-49
(Subledger FS170008)
Capital Project ES5263 - Southwest Capacity Improvement
291 Construction Ltd. - \$3,572,506.65 (excluding H.S.T.) T19-48
Bre-Ex Construction Inc. - \$4,912,985.47 (excluding H.S.T.) T19-49

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCES OF FINANCING:

Finance & Corporate Services 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 Managing Director, Environmental & Engineering Services & City Engineer, the detailed source of financing for this project is:

<u>SUMMARY OF ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Committed to Date</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
Engineering	\$2,500,000	\$2,499,528	\$1,037,528		\$1,462,000
Construction	17,500,000	17,500,000		8,634,837	8,865,163
City Related Expenses		472	472		0
NET ESTIMATED EXPENDITURES	<u>\$20,000,000</u>	<u>\$20,000,000</u>	<u>\$1,038,000</u>	<u>\$8,634,837</u> 1)	<u>\$10,327,163</u>

SUMMARY OF FINANCING:

Drawdown from City Services - Sewers Reserve Fund (Development Charges)	2)	\$4,993,613	\$4,993,613	\$1,038,000	\$3,955,613	\$0
Debenture Quota (Serviced through City Services - Sewers Reserve Fund (Development Charges))	2&3)	15,006,387	15,006,387		4,679,224	10,327,163
TOTAL FINANCING		<u>\$20,000,000</u>	<u>\$20,000,000</u>	<u>\$1,038,000</u>	<u>\$8,634,837</u>	<u>\$10,327,163</u>

1) Financial Note:

Contract Price	T19-48 291 Construction	T19-49 Bre-Ex Construction	Total
Add: HST @13%	\$3,572,507	\$4,912,985	\$8,485,492
Total Contract Price Including Taxes	464,426	638,688	1,103,114
Less: HST Rebate	4,036,933	5,551,673	9,588,606
Net Contract Price	401,550	552,219	953,769
	<u>\$3,635,383</u>	<u>\$4,999,454</u>	<u>\$8,634,837</u>

2) Development charges have been utilized in accordance with the underlying legislation and the Development Charges Background Studies completed in 2014.

Note to City Clerk:

3) Administration hereby certifies that the estimated amounts payable in respect of this project does not exceed the annual financial debt and obligation limit for the Municipality of Municipal Affairs in accordance with the provisions of Ontario Regulation 403/02 made under the Municipal Act, and accordingly the City Clerk is hereby requested to prepare and introduce the necessary authorizing by-laws.

An authorizing by-law should be drafted to secure debenture financing for project ES5263-Southwest Capacity Improvement for the net amount to be debentured of \$15,006,387.00.

JG

Jason Davies
Manager of Financial Planning & Policy