

December 21, 2012

Chair and Members
Corporate Services Committee

RE: **No. 1 Fire Station - Interior Alterations**
Capital Project PP1176-11 2011 Fire Stations Major Upgrades
Allied Construction Corporation - \$409,780 (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 Division Manager - Facilities and the Fire Chief, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Additional Funding Requirement</u>	<u>Revised Budget</u>	<u>Committed To Date</u>	<u>This Submission</u>
PP1176-11-2011 Fire Stations Major Upgrades					
Engineering	66,060		66,060	66,060	
Construction	498,940	371,200	870,140	453,148	416,992
NET ESTIMATED EXPENDITURES	\$565,000	\$371,200	\$936,200	\$519,208	\$416,992

SOURCE OF FINANCING:

PP1047-Fire Station #1 Upgrades					
Capital Levy	\$50,000		\$50,000	\$4,208	\$45,792
Drawdown from City Facilities Reserve Fund	515,000		515,000	515,000	
Capital Levy - tsf fr. PP1038 - Privacy Screens in Fire Hall		58,963	58,963		58,963
Capital Levy - tsf fr PP1034 - Drafting Tank		115,000	115,000		115,000
Capital Levy - tsf fr. PP1123 - 2010 Replace Firefighter Equipment		197,237	197,237		197,237
TOTAL FINANCING	\$565,000	\$371,200	\$936,200	\$519,208	\$416,992

1) **Financial Note:**

Contract Price	\$409,780
Add: HST @13%	53,271
Total Contract Price Including Taxes	463,051
Less: HST Rebate	46,059
Net Contract Price	<u>\$416,992</u>

2) The additional funding requirement of \$371,200 is available as transfers of Capital Levy in the amounts of \$58,963 from Capital Project PP1038-Privacy Screens in Fire Hall; \$115,000 from PP1034-Drafting Tank; and \$197,237 from PP1123-2010 Replace Firefighter Equipment. This funding is available because projects came in under budget, the department has re-evaluated the method of delivery and will move forward under another capital account, and/or amendment to standards did necessitate equipment changes.

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



Alan Dunbar

Manager of Financial Planning & Policy