

APPENDIX 'A'

#19101

Chair and Members
Civic Works Committee

July 23, 2019
(Award Contract)

**RE: Contract 15: Oakridge Acres Phase III; Pinetree, Dolway and Hickory Irregular Result Tender 19-47
(Subledger WS19C015)
Capital Project ES241419 - Sewer Infrastructure Lifecycle Renewal
Capital Project EW376519 - Water Infrastructure Lifecycle Renewal
Capital Project TS301419 - Road Network Improvements
CH Excavating (2013) - \$1,974,431.32 (excluding H.S.T.)**

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:

	Approved Budget	Revised Budget	Committed to Date	This Submission	Balance for Future Work
<u>SUMMARY OF ESTIMATED EXPENDITURES</u>					
<u>ES241419-Sewer Infra. Lifecycle Renewal</u>					
Engineering	\$2,500,000	\$2,500,000	\$1,342,660		\$1,157,340
Construction	10,858,000	10,858,000	9,156,992	125,986	1,575,022
Construction (PDC Portion)	2) 191,600	227,600	191,600	36,000	0
Construction (London Hydro)	7,500	7,500	7,500		0
Construction (Bell)	841,680	841,680	841,680		0
City Related Expenses	20,000	20,000	77		19,923
	<u>14,418,780</u>	<u>14,454,780</u>	<u>11,540,509</u>	<u>161,986</u>	<u>2,752,285</u>
<u>EW376519-Water Infra. Lifecycle Renewal</u>					
Engineering	1,500,000	1,500,000	1,097,387		402,613
Construction	8,000,000	7,999,464	3,421,921	1,610,823	2,966,720
City Related Expenses		536	536		0
	<u>9,500,000</u>	<u>9,500,000</u>	<u>4,519,844</u>	<u>1,610,823</u>	<u>3,369,333</u>
<u>TS301419-Road Network Improvements</u>					
Engineering	100,000	100,000			100,000
Construction	9,675,435	9,675,435	8,003,712	236,372	1,435,351
	<u>9,775,435</u>	<u>9,775,435</u>	<u>8,003,712</u>	<u>236,372</u>	<u>1,535,351</u>
NET ESTIMATED EXPENDITURES	<u>\$33,694,215</u>	<u>\$33,730,215</u>	<u>\$24,064,065</u>	<u>\$2,009,181</u> 1)	<u>\$7,656,969</u>
<u>SUMMARY OF FINANCING:</u>					
<u>ES241419-Sewer Infra. Lifecycle Renewal</u>					
Capital Sewer Rates	\$8,978,000	\$8,978,000	\$8,978,000		\$0
Federal Gas Tax	4,400,000	4,400,000	1,521,729	125,986	2,752,285
Other Contributions (Bell, London Hydro)	849,180	849,180	849,180		0
Cash Recovery from Property Owners (PDC Portion)	2) 191,600	227,600	191,600	36,000	0
	<u>14,418,780</u>	<u>14,454,780</u>	<u>11,540,509</u>	<u>161,986</u>	<u>2,752,285</u>
<u>EW376519-Water Infra. Lifecycle Renewal</u>					
Capital Water Rates	7,692,100	7,692,100	4,519,844	1,610,823	1,561,433
Drawdown from Capital Water Reserve Fund	1,246,900	1,246,900			1,246,900
Federal Gas Tax	561,000	561,000			561,000
	<u>9,500,000</u>	<u>9,500,000</u>	<u>4,519,844</u>	<u>1,610,823</u>	<u>3,369,333</u>
<u>TS301419-Road Network Improvements</u>					
Capital Levy	9,172,765	9,172,765	8,003,712	236,372	932,681
Drawdown from Capital Infrastructure Gap R.F.	602,670	602,670			602,670
	<u>9,775,435</u>	<u>9,775,435</u>	<u>8,003,712</u>	<u>236,372</u>	<u>1,535,351</u>
TOTAL FINANCING	<u>\$33,694,215</u>	<u>\$33,730,215</u>	<u>\$24,064,065</u>	<u>\$2,009,181</u>	<u>\$7,656,969</u>

1) **Financial Note:**

	ES241419	EW376519	TS301419	Total
Contract Price	\$159,184	\$1,582,963	\$232,284	\$1,974,431
Add: HST @13%	20,694	205,785	30,197	256,676
Total Contract Price Including Taxes	179,878	1,788,748	262,481	2,231,107
Less: HST Rebate	17,892	177,925	26,109	221,926
Net Contract Price	<u>\$161,986</u>	<u>\$1,610,823</u>	<u>\$236,372</u>	<u>\$2,009,181</u>

2) The expenditures have increased to accommodate the PDC (Private Drain Connections) funding.

3) Additional annual Road Operating costs of \$250.00 are identified for the new sidewalk along Hickory Road. Additional annual Sewer Operating costs of \$200.00 are identified for additional maintenance holes and catchbasins. There are no additional operating costs associated with Water Operations.

JG

Jason Davies
Manager of Financial Planning & Policy