

APPENDIX "A"

Chair and Members
Civic Works Committee

#19124
August 12, 2019
(Construction Contract Increase)

RE: Contract Price Increase: Tender T18-16 Infrastructure Renewal Program
Contract 15: Main Street
(Subledger WS16C00D)
Capital Project ES241418 - Sewer Infrastructure Lifecycle Renewal
Capital Project TS144617 - Road Network Improvements (Main)
Capital Project EW378718 - Main Replacement with Major Roadworks
L82 Construction Ltd. - \$400,000.00 (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 with the financing available in the Capital Works Budget, and that, subject to the adoption of the recommendations of the Managing Director, Environmental & Engineering Services and City Engineer, the detailed source of financing for this project is:

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Committed to Date</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
SUMMARY OF ESTIMATED EXPENDITURES					
ES241418 - Sewer Infrastructure Lifecycle Renewal					
Engineering	\$1,939,666	\$1,759,460	\$981,731		\$777,729
Engineering (Utilities)	8,420	8,420	8,420		0
Land Acquisition	44,767	44,767	44,767		0
Construction	12,484,427	12,664,633	12,457,043	207,590	0
Construction (PDC Portion)	192,000	192,000	192,000		0
Construction (Bell Contributions)	1,023,538	1,023,538	1,023,538		0
City Related Expenses	114,848	114,848	110,740		4,108
	<u>15,807,666</u>	<u>15,807,666</u>	<u>14,818,239</u>	<u>207,590</u>	<u>781,837</u>
TS144617 - Road Network Improvements (Main)					
Engineering	1,138,135	1,155,924	1,155,924		0
Land Acquisition	155,363	155,363	153,398		1,965
Construction	13,154,201	13,132,015	12,770,988	150,605	210,422
Construction (Dancor)	125,165	125,165	125,165		0
City Related Expenses	18,961	23,358	23,358		0
	<u>14,591,825</u>	<u>14,591,825</u>	<u>14,228,833</u>	<u>150,605</u>	<u>212,387</u>
EW378718 - Main Replacement with Major Roadworks					
Engineering	432,144	432,144	432,144		0
Construction	3,817,856	3,817,856	3,123,921	48,845	645,090
Construction (London Hydro)	136,396	136,396	136,396		0
Construction (Rygar)	21,300	21,300	21,300		0
	<u>4,407,696</u>	<u>4,407,696</u>	<u>3,713,761</u>	<u>48,845</u>	<u>645,090</u>
NET ESTIMATED EXPENDITURES	<u>\$34,807,187</u>	<u>\$34,807,187</u>	<u>\$32,760,833</u>	<u>\$407,040</u> 1)	<u>\$1,639,314</u>
SOURCE OF FINANCING					
ES241418 - Sewer Infrastructure Lifecycle Renewal					
Capital Sewer Rates	\$7,093,000	\$7,093,000	\$7,093,000		\$0
Drawdown from Sewage Works Reserve Fund	2,990,708	2,990,708	2,001,281	207,590	781,837
Federal Gas Tax	4,500,000	4,500,000	4,500,000		0
Cash Recovery From Property Owners (PDC Portion)	192,000	192,000	192,000		0
Other Contributions (Utilities)	1,031,958	1,031,958	1,031,958		0
	<u>15,807,666</u>	<u>15,807,666</u>	<u>14,818,239</u>	<u>207,590</u>	<u>781,837</u>
TS144617 - Road Network Improvements (Main)					
Capital Levy	4,562,384	4,562,384	4,562,384		0
Debenture By-law No. W.-5617-63	2,227,179	2,227,179	1,864,187	150,605	212,387
Federal Gas Tax	7,677,097	7,677,097	7,677,097		0
Other Contributions (Dancor)	125,165	125,165	125,165		0
	<u>14,591,825</u>	<u>14,591,825</u>	<u>14,228,833</u>	<u>150,605</u>	<u>212,387</u>
EW378718 - Main Replacement with Major Roadworks					
Capital Water Rates	3,110,000	3,110,000	3,110,000		0
Drawdown from New Capital Water R.F.	1,140,000	1,140,000	446,065	48,845	645,090
Other Contributions (London Hydro)	136,396	136,396	136,396		0
Other Contributions (Rygar Apt. Development)	21,300	21,300	21,300		0
	<u>4,407,696</u>	<u>4,407,696</u>	<u>3,713,761</u>	<u>48,845</u>	<u>645,090</u>
TOTAL FINANCING	<u>\$34,807,187</u>	<u>\$34,807,187</u>	<u>\$32,760,833</u>	<u>\$407,040</u>	<u>\$1,639,314</u>
1) Financial Note:	<u>ES241418</u>	<u>TS144617</u>	<u>EW378718</u>	<u>Total</u>	
Contract Price	\$204,000	\$148,000	\$48,000	\$400,000	
Add: HST @13%	26,520	19,240	6,240	52,000	
Total Contract Price Including Taxes	230,520	167,240	54,240	452,000	
Less: HST Rebate	22,930	16,635	5,395	44,960	
Net Contract Price	<u>\$207,590</u>	<u>\$150,605</u>	<u>\$48,845</u>	<u>\$407,040</u>	

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Jason Davies
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