

APPENDIX "A"
REVISED

#20132

Chair and Members
Civic Works Committee

September 22, 2020
(Appoint Consulting Engineer)

**RE: Detailed Design and Contract Administration Services: Dingman Creek Stage 1 Lands
(Tributary 12, Municipal Channel Improvements)
(Subledger SWM20006)
Capital Project ESSWMNLT12 - SWM Facility-North Lambeth Tributary 12 Downstream
Channel Reconstruction
Ecosystem Recovery Limited - \$222,241.35 (excluding H.S.T.)**

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCES OF FINANCING:

Finance & Corporate Services confirms that the cost of this project cannot be accommodated within the financing available for it in the Capital Works Budget and that the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES:</u>	<u>Approved Budget</u>	<u>This Submission</u>	<u>Revised Budget</u>
Engineering	\$0	\$226,153	\$226,153
NET ESTIMATED EXPENDITURES	<u>\$0</u>	<u>\$226,153</u> 1)	<u>\$226,153</u>
<u>SOURCES OF FINANCING:</u>			
Drawdown from Sewage Works Reserve Fund 2)	\$0	\$196,753	\$196,753
Drawdown from City Services - Stormwater 2) 3) Reserve Fund (Development Charges)	0	29,400	29,400
TOTAL FINANCING	<u>\$0</u>	<u>\$226,153</u>	<u>\$226,153</u>

1) Financial Note:

Contract Price	\$222,241
Add: HST @13%	28,891
Total Contract Price Including Taxes	<u>251,132</u>
Less: HST Rebate	24,979
Net Contract Price	<u>\$226,153</u>

- 2) This source of financing was revised from using ESSWM-NLP7-SWM Facility-North Lambeth No. P7 (a life-to-date growth capital project funded 100% by development charges) to use ESSWMNLT12-SWM Facility-North Lambeth Tributary 12 Downstream Channel Reconstruction (a 2021 Development Charges Background Study Update growth capital project funded 13% by development charges) to more accurately reflect the scope of engineering work being completed.

This project, North Lambeth Tributary 12 Downstream Channel Reconstruction, is identified as a growth need in the proposed 2021 Development Charges Background Study Update which will be presented to Council for approval in October 2020. This source of financing approves a portion of that project before presentation of the development charges update and approves advancing the required funding to 2020 from 2021.

The 2021 Development Charges Background Study Update anticipates a 2021 year of construction. The engineering for this project is required in 2020 and can be accommodated by advancing a portion of the proposed 2021 growth budget (\$226,153). This funding is available in the above noted reserve funds. Upon Council approval of this source of financing the 2020 engineering budget for project ESSWMNLT12 will be established.

Upon approval of the 2021 Development Charges Background Study Update, in October 2020, the remainder of the project budget for construction would be established in 2021.

- 3) Development charges have been utilized in accordance with the underlying legislation and the 2021 Development Charges Background Study Update.

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Kyle Murray
Director, Financial Planning & Business Support