

APPENDIX 'A'

#13075

Chair and Members
Civic Works Committee

June 7, 2013
(Award Contract)

**RE: Sarnia Road Improvements Phase 2 - Road Widening From
Wonderland Road North to Aldersbrook Road
Capital Project TS1349-2 - Sarnia Road Widening - Phase 2
Bre-Ex Limited - \$2,451,198.87 (excluding H.S.T.)
Dillon Consulting Limited - \$241,532.50 (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 Managing Director, Environmental & Engineering Services and City Engineer, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Committed to Date</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
Engineering	\$250,000		\$245,783	\$4,217
Land Acquisition	10,000	6,061		3,939
Construction	2,520,000		2,494,340	25,660
Relocate Utilities	60,000	22,357		37,643
City Related Expenses	10,000			10,000
NET ESTIMATED EXPENDITURES	<u>\$2,850,000</u>	<u>\$28,418</u>	<u>\$2,740,123</u> 1)	<u>\$81,459</u>

SOURCE OF FINANCING:

Capital Levy	\$111,200	\$4,717	\$106,483	\$0
Debenture Quota	2) 681,000	3,182	655,174	22,644
Drawdown from City Services-Roads Component (Development Charges)	3) 2,057,800	20,519	1,978,466	58,815
TOTAL FINANCING	<u>\$2,850,000</u>	<u>\$28,418</u>	<u>\$2,740,123</u>	<u>\$81,459</u>

Financial Note:

	<u>Engineering</u>	<u>Construction</u>	<u>Total</u>
1) Contract Price	\$241,532	\$2,451,199	\$2,692,731
Add: HST @13%	31,399	318,656	350,055
Total Contract Price Including Taxes	272,931	2,769,855	3,042,786
Less: HST Rebate	27,148	275,515	302,663
Net Contract Price	<u>\$245,783</u>	<u>\$2,494,340</u>	<u>\$2,740,123</u>

NOTE TO CITY CLERK:

2) 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 TS134-2 - Sarnia Road Widening, Phase 2, Hyde Park Road to Wonderland Road for the net amount to be debentured of \$2,057,800.

3) Development charges have been utilized in accordance with the underlying legislation and the Development Charges Background Studies completed in 2009.

4) Anticipated additional annual operating costs to the Environmental and Engineering Services budget in 2014 and subsequent years associated with the additional road infrastructure is \$6,300.

EH

Alan Dunbar
Manager of Financial Planning & Policy