

Message

From: Marjory Leonard [/O=TOC/OU=FIRST ADMINISTRATIVE GROUP/CN=RECIPIENTS/CN=MLEONARD]
Sent: 10/16/2012 5:07:47 PM
To: 'Joanne Pearson' [joanne_pearson@██████████]; 'Mike Lewin' [mlewin@██████████]
CC: Ed Houghton [/O=TOC/OU=First Administrative Group/cn=Recipients/cn=ehoughton]; Sara Almas [/O=TOC/OU=First Administrative Group/cn=Recipients/cn=salmas]; Larry Irwin [/O=TOC/OU=First Administrative Group/cn=Recipients/cn=lirwin]; Marta Proctor [/O=TOC/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=Mproctor]; Keith Hull [/O=TOC/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=Khull]; Kevin Lloyd [/O=TOC/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=Klloyd]; 'Dale West' [dalewest@thepeakfm.com]; Joe Gardhouse [/O=TOC/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=Jgardhouse]; Rick Lloyd [/O=TOC/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=Rlloyd]; Ian Chadwick [/O=TOC/OU=First Administrative Group/cn=Recipients/cn=ichadwick]; Mike Edwards [/O=TOC/OU=First Administrative Group/cn=Recipients/cn=medwards]
Subject: RE: Purchasing Bylaw 2006-042

Ms. Pearson

I would like to correct one of your statements below “**nor do we have on hand the money regarding Black Ash to be spent on this project**”. We have this money on hand in a reserve fund.

My responses to your questions are noted below.

If the Town does not in fact support the spending of the \$8m from Collus on this project where does the money come from?

The Town has several options to pay for the project most notably we can borrow internally from other reserves with little or no interest component to the repayment.

If they do decide to use the Collus money on this project and you only need to come up with \$100,000 where do we “find” it.

I would ask you to review the funding/cost table below. Our initial presentation indicated to Council that there would be an excess of potential funding in the amount of \$75,000. The additional highlighted amounts under funding (\$450,000 and \$43,395) total \$493,395. The net result is total potential funding in excess of costs at around \$20,000. In addition to the sources of funding mentioned, the arena will be commissioned as a Leeds Silver building which will allow us to apply Federal Gas Tax Funds to the commissioning and component costs.

Does the Town recoup the taxes on a project like this and is that why you don't include taxes in the capital costs? If not, how much are they?

The Town recoups 98.05% of all HST amounts paid regardless of the size of the project or purchase amount and regardless of the nature of the expenditure (operating versus capital).

Since we do not currently have the Collus money approved, nor do we have on hand the money regarding Black Ash to be spent on this project I would once again ask how did it get approved based on the Purchasing By-law 2006-042 under General Policy section 2.1 b. ? Would we not need to wait to approve these projects until we had money on hand?

We have sufficient funds on hand either through the use of the Collus funds or through internal borrowing from other reserves to fund these projects.

From: Joanne Pearson [mailto:joanne_pearson@██████████]
Sent: Tuesday, October 16, 2012 12:40 PM
To: Marjory Leonard; Mike Lewin
Cc: Ed Houghton; Sara Almas; Larry Irwin; Marta Proctor; Keith Hull; Kevin Lloyd; Dale West; Joe Gardhouse; Rick Lloyd; Ian Chadwick; Mike Edwards
Subject: RE: Purchasing Bylaw 2006-042

Thank you for taking the time to respond Ms. Leonard,

I do however have a couple of more questions.

If the Town does not in fact support the spending of the \$8 million dollars from Collus on this project where does the money come from?

If they do decide to use the Collus money on this project and you only need to come up with \$100,000 where do we "find" it?

Does the Town recoup the taxes on a project like this and is that why you don't include taxes in the capital costs? If not, how much are they?

Since we do not currently have the Collus money approved, nor do we have on hand the money regarding Black Ash to be spent on this project I would once again ask how did it get approved based on the Purchasing By-law 2006-042 under General Policy section 2.1 b. ? Would we not need to wait to approve these projects until we had money on hand?

Thanks again,
Joanne

From: mleonard@collingwood.ca

To: joanne_pearson@collingwood.ca; mlewin@collingwood.ca; townhall-councillors2@collingwood.ca

CC: ehoughton@collus.com; salmas@collingwood.ca; lrwin@collus.com; mproctor@collingwood.ca

Date: Tue, 16 Oct 2012 11:26:02 -0400

Subject: Purchasing Bylaw 2006-042

Ms Pearson, in response to your question regarding the funding of the therapeutic pool approved at the October 15th Council meeting, I would first like to correct your statement that I said "we do not have funds at this current time to pay for this project". I believe that I indicated we would have about \$450,000 and I would have to find the remaining \$100,000.

The staff report indicated that the costs and details still needed to be firmed up but the project would have an upset limit of \$550,000.

Below I have repeated the initial funding as presented to Council August 27th now updated for the potential funding and costs for the therapeutic pool:

Funds available

• Reserve	\$ 1,500,000
• County – portion of Poplar Sideroad construction 2010	\$ 1,300,000
• Collus PowerStream Partnership (to be confirmed by public)	\$ 8,000,000
• Potential DC – Heritage Park – parking/landscaping (22%)	\$ 88,000
• Potential DC – Central Park – arena enclosure (18%)	\$ 821,488
• 2012 revenue to be recognized from reserve transfer	\$ 450,000
• Parkland Levy funds	\$ 43,395
• Total Available (potentially)	<u>\$12,202,883</u>

Capital Costs

• The Total Cost of the Two Buildings	\$ 10,617,000
• Warm Water Therapy Pool	\$ 550,000
• Accessory Costs	\$ 316,000
• Site Servicing Costs for Both Buildings	\$ 700,000
• Total Cost (less taxes)	<u>\$ 12,183,000</u>

If you have any further question, please do not hesitate to contact me.