

Appendix A: Detailed Financial Implications

Contract T2026-110 costs are shared as follows:

Region of Waterloo – Transportation Division Costs	\$18,175,900
Region of Waterloo – Water Services Costs	1,192,300
City of Waterloo Costs	<u>32,800</u>
Total	<u>\$19,401,000</u>

Region of Waterloo Transportation Division Costs

T2026-110	\$18,175,900
Contract Administration/Inspection	2,810,600
Material Sampling & Testing	234,200
Regional Engineering (<i>HST N/A</i>)	163,900
Utility Relocations	100,000
Permit approvals, printing and advertising	<u>20,000</u>
Sub-total	\$21,504,600
Plus: Applicable Net HST of 1.76%	<u>375,600</u>
Total	<u>\$21,880,200</u>

The Region's approved 2026-2035 Transportation Capital Program includes \$6,353,000 in 2026 and \$18,050,000 in 2027-2029 for Northfield Drive Scheifele Bridge at Conestogo River (project # 05954) to be funded from the Canada Community Building Reserve Fund (77%; \$18,748,000), the Roads Regional Development Charges Reserve Fund (17%, \$4,113,000) and from the Transportation Capital Reserve (6%; \$1,542,000). The final project funding allocations from the Transportation Capital Reserve and Canada Community Building Reserve Fund will ultimately be determined by the actual eligible Canada Community Building Reserve Fund costs incurred.

The cost of this work is \$2,522,800 (10%) under the project budget. This savings are attributable primarily to competitive pricing, as well as precautions taken while estimating due to the potential for market volatility in recent years.

Region of Waterloo Water Services Division Costs

T2026-110	\$1,192,300
Contract Administration/Inspection	172,700
Material Sampling & Testing	14,400
Regional Engineering (HST N/A)	10,100
Sub-total	\$1,389,500
Plus: Applicable Net HST of 1.76%	<u>24,300</u>
Total	<u>\$1,413,800</u>

The Region’s approved 2026-2035 Water Capital Program includes \$2,090,000 in 2026, \$2,850,000 in 2027 and \$602,000 in 2028-2029 for Elmira & St. Jacobs Water Supply Optimization (project #04189) to be funded from the Water Development Charge Reserve Fund.

This report seeks Council approval to commit funding for Watermain infrastructure related to Contract T2026-110, which is one subproject within the approved Project #04189 Elmira & St. Jacobs Water Supply Optimization. Forecasted expenditures for this subproject in 2026 total \$500,000, which is within the approved 2026 budget of \$2,090,000 for Project #04189. The remaining costs for this subproject are phased over 2027-2028. At this time for all the other subprojects, \$314,800 of the approved Project #04189 budget is committed with another \$104,100 in expenses to date, and the remaining for overall project contingency. There is sufficient budget for this proposal.

City of Waterloo Costs

T2026-110	\$32,800
Contract Administration/Inspection	5,100
Material Sampling & Testing	400

Regional Engineering (HST N/A)	300
Sub-total	\$38,600
Plus: Applicable Net HST of 1.76%	<u>700</u>
Total	<u>\$39,300</u>

The City of Waterloo has confirmed that budget is available in order for the work to be completed on their behalf.