



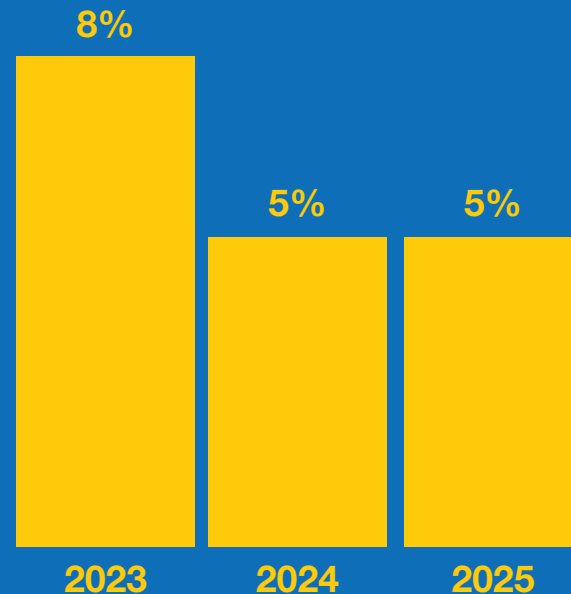
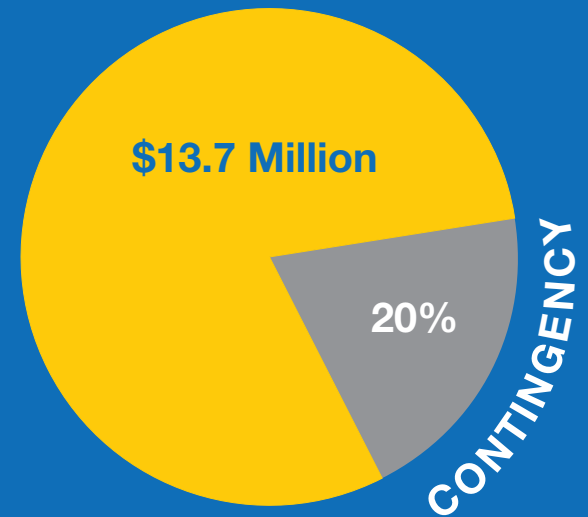
## How Will We Pay For It?

Contingencies and inflation have been calculated into the project costs

The new firehall is estimated to cost \$13.7 million to build, a conservative figure arrived at after considerable due diligence:

- › Class D estimates include escalation costs of 8 per cent, 5 per cent and 5 per cent each year through to 2025.
- › A sizeable 20 per cent contingency fund is built into that Class D estimate to deal with possible construction cost increases.
- › The land on which the new building will be constructed near Brinkworthy was donated to the SSIFPD.
- › During the three years of construction, SSIFR can stay in the current firehall #1 rent free.

The fire department can sustain borrowing of \$9.7 million at a guaranteed low provincial rate, servicing that debt with existing operating reserves of \$620,000 per year, without raising property taxes.



Estimated Escalation Costs + Contingency