

TO: CHAIR AND MEMBERS FINANCIAL MANAGEMENT COMMITTEE **DATE:** 2018 May 29

FROM: DIRECTOR ENGINEERING **FILE:** 32000-05

SUBJECT: 2018 JUNE ENGINEERING CAPITAL INFRASTRUCTURE GAMING RESERVE REQUEST

PURPOSE: To request the use of Gaming Reserves to complete the funding of the temporary Works Yard at Ledger Avenue.

RECOMMENDATION:

1. **THAT** the Financial Management Committee authorize the use of Gaming Reserves in the amount of \$1,000,000 to fully fund the 2018 Annual Plan for the temporary Works Yard at Ledger Avenue as outlined in this report.

REPORT**INTRODUCTION**

In order to proceed with the award of contracts for design, administration and construction, funding approval is requested for the project listed below.

POLICY SECTION

This project is aligned with the City of Burnaby's Corporate Strategic Plan by supporting the following goals and sub-goals of the Plan.

- A Safe Community – this project provides a high level of safety in City buildings and facilities for the public and City staff.
- A Dynamic Community – Build and maintain infrastructure that meets the needs of our growing community.
- A Thriving Organization – Protect the integrity and security of City Services and Assets.

1.1 City Buildings - Temporary Works Yards***estimated \$1,000,000***

This project is to temporarily locate Engineering Operations office staff and muster stations from Laurel Works Yard to properties on Ledger Avenue. This re-location will facilitate construction of the new Works Yard for approximately four years allowing the building contractor to operate efficiently with less delays. The scope of work includes rezoning and consolidation of five lots on Ledger with one on Norland, preparation of these lots to accommodate operations vehicles and equipment with paved surfaces, fencing, and lot servicing, and purchase/installation of portable office trailers.

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Upon completion of the new Laurel Works Yard, there is the option of a sell-back of the portable office trailers to the vendor for a 20% recovery.

In December 2017 an initial amount of \$2,100,000 was raised to fund the design of the temporary works yard and purchase of the portable trailers. The approved budget for this project in the 2018 Annual Plan is \$3,100,000. The construction contract for the development of the Temporary Works Yard has been tendered and award of the contract is targeted for mid-June. Funding is being raised in anticipation of the contract award.

These expenditures are included in the 2018 – 2022 Annual Financial Plan and sufficient Gaming Reserves are available to finance the capital projects outlined in this report.

RECOMMENDATION

It is recommended that the Financial Management Committee authorize the use of Gaming Reserves in the amount of \$1,000,000 to finance the Engineering capital infrastructure project as outlined in this report.



Leon A. Gous, P.Eng., MBA
DIRECTOR ENGINEERING

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Copied to: City Manager
Director Finance
Deputy Director, Engineering
Project Manager, M. Jorgensen