

Re: Work Order 11-015 - Flood Control - Overexpenditure

ITEM 28

MANAGER'S REPORT NO. 51

COUNCIL MEETING July 22/74

The following is the report of the Engineer with respect to the above:

" This Work Order is badly overspent. As of last cost report we have spent \$101,583 on an estimate in our budget of \$60,100.

This overexpenditure occurred because of the work we did along the Fraser River to try and control an anticipated flood condition.

Following is a breakdown of costs incurred in that operation:

Stores	\$ 670
Purchase Orders	5,433
Shop Work Orders	1,327
Gravel	115
Hired Equipment	12,370
Labour	22,913
Corporation equipment	6,281
Overhead	9,821
TOTAL	<u>\$ 58,935</u>

All figures have been rounded to closest dollar.

There is still an invoice to come from Greenlees Pile Driving for work and material used along Byrne Road ditch plus removal of the piles still to be done. The City of Vancouver have not been paid rental for sheet piling and we still have to clean up sand dykes built along Byrne, Manderville, Tillicum, and Meadow.

Purchase orders are mainly sand bags.

Shop work orders were for construction of gates and service to rented machines.

Hired equipment was rented for pumps, outboard motors, trucks and loaders.

Labour - operators, labour - filling and placing sand bags, reading gauges, work on flood gates, etc.

Corporation equipment includes trucks and loaders.

There is a hidden cost which does not show. Supervisors on monthly salary plus their transportation which is charged to Account No. 22-01.

An estimate of costs remaining are:

Clean up sand, etc.	\$ 1,200
Equipment rental (Greenlees Pile Driving)	8,500
Charges by City of Vancouver for sheet piling	<u>500</u>
Total still required (estimated)	<u>\$ 10,200</u>
	\$ 10,200
	<u>58,935</u>
Total Cost	<u>\$ 69,135</u>

In view of the fact that the original budget is badly overspent and regular work should go on, you may wish to present this to Council. May we have your guidance in this matter."

It would appear that the final expenditure in this account by year-end will be approximately \$130,000. We feel confident that we will be able to balance the Budget at Recast time, but we felt it necessary to advise Council of this overexpenditure at this point in time.

RECOMMENDATION:

THAT the overexpenditure proposed of \$70,000 be ratified.