

ITEM	3
MANAGER'S REPORT NO.	10
COUNCIL MEETING	94/02/21

TO: CITY MANAGER 1994 FEBRUARY 15

FROM: MAJOR CIVIC BUILDING PROJECT
COORDINATION COMMITTEE

SUBJECT: FUNDING FOR CONSTRUCTION OF THE DEER LAKE ARTS CENTRE

PURPOSE: TO SEEK COUNCIL AUTHORITY TO BRING FORWARD A CAPITAL RESERVES EXPENDITURE BYLAW FOR THE CONSTRUCTION OF THE DEER LAKE ARTS CENTRE

Recommendation:

THAT Council bring forward a Capital Reserves Expenditure Bylaw in the amount of \$8,100,000 to finance the construction portion of the Deer Lake Arts Centre Project.

REPORT

1.0 Background

On 1993 October 28, staff received authorization from the Civic Development Committee to tender the Deer Lake Arts Centre Project. Tenders were subsequently called and at the close of tender on 1994 January 13, a total of five tenders were received by the City Purchasing Agent. The details and a complete review of the tenders received will be the subject of a separate report to Council in the near future.

In order for Council to award a contract for the construction of the Deer Lake Arts Centre, it will be necessary to have the financing in place. It is requested that Council bring forward a Capital Reserves Expenditure Bylaw prior to the expiration of the tender acceptance period (i.e., 1994 March 13).

2.0 Financing

The project budget previously established and approved by Council for the Deer Lake Arts Centre Project is \$9.33 million. This amount is comprised of construction costs, design fees, furniture, equipment and miscellaneous items. Partial financing totalling \$520,000 to cover design fees was approved by Council under Bylaws No.'s 9426,9604 and 9810.

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The funding being requested at this time is for the construction portion of the project which has been estimated at \$8,100,000. This amount includes construction costs and miscellaneous expenditures required to commence construction. The project is identified in the 1994 - 1995 portion of the Capital Budget. The final amount actually drawn from Capital Reserves will depend on the total funds raised by the Burnaby Arts Centre Capital Campaign Fund Raising Committee.

3.0 Conclusion

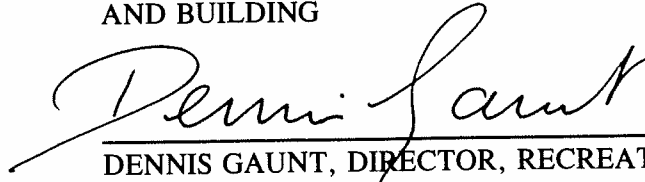
Before awarding a contract for the construction of the Arts Centre, it will be necessary for Council to enact a Capital Reserves Expenditure Bylaw in the amount of \$8,100,000. The first three readings of the Capital Works Expenditure Bylaw appear elsewhere on this agenda for Council's consideration. The balance of financing required for the total project will be submitted to Council in a future report once final project costs have been determined. Subject to receiving the necessary approvals and funding, staff will advance the project accordingly.



W.C. SINCLAIR, CHAIR, MAJOR CIVIC BUILDING
PROJECT COORDINATION COMMITTEE



D.G. STENSON, DIRECTOR, PLANNING
AND BUILDING



DENNIS GAUNT, DIRECTOR, RECREATION
AND CULTURAL SERVICES

JC:lb

cc: Director Administrative and Community Services
Director Finance
Chief Building Inspector
City Solicitor
Project Manager
Arts Development Supervisor

Hotson Bakker Architects