

MEMORANDUM

To: Members of Council
From: Brenda Librecz, Commissioner, Community and Fire Services
Copy to: ELT, Phoebe Fu, Gary Adamkowski
Date: September 24, 2015
Subject: Staff Award 130-Q-15 Pan Am Overlay Parking

Further to the request at the September 21st General Committee for further information concerning, item #12 Staff Awarded Contracts for the Month of June, July, August 2015 – Staff Award Report, 130-Q-15 Pan Am Overlay Parking, an enquiry was raised regarding why the City is paying for a portion of the overlay parking lot. Please find the response below:

The City assisted TO2015 with preparations for the Games by undertaking the construction of an additional temporary parking lot and bus loop for the Overlay team. The total cost of the parking lot was \$212,000 and was the responsibility of Toronto 2015 (TO2015) to pay for the full cost. However, an arrangement was made prior to the Games, that \$80,000 will be paid out of the total project expense from within the original Pan Am cost shared construction budget.

The arrangement was made due to the following reasons:

- Prior to handing over the site to ProjectCo (contractor building the Pan Am Centre), the City was obliged to provide the site in a fully remediated condition. The site preparation work was completed as a City capital project prior to handover for construction.
- However, after the site was occupied by ProjectCo and during the early stages of construction of the Markham Pan Am Centre, a significant amount of previously unknown buried rubble and debris was discovered by the contractor. Removal and disposal of this material was clearly City responsibility and would have been included in the site preparation project had it been known at the time.
- Rather than impact the project schedule, it was agreed to include the disposal of this material within the scope of the project, subject to the overall cost sharing provisions, and award the work to ProjectCo as a Change Order. The order of magnitude cost for this remediation was estimated at about \$130,000.
- In exchange, the Project Team agreed to assist TO2015 Overlay Team in the preparation of the former Emerson site, the use of which had been granted to TO2015, on an “as is where is” basis for logistical and media support per the Facility Agreement. Given the scope of the improvements to the Emerson site was undefined at the time, the Project Team agreed that such work would be limited to \$80,000 as project expense (shared by both the City and TO2015) and any overage would be paid by TO2015 Overlay Team account.
- The improvements to the Emerson site were completed prior to the games with a total cost of \$212,000 with \$80,000 from the shared project budget (City’s share 59%) and the remaining paid by TO2015 separate from the construction budget a component of the Games operating budget.

The bottom-line is the City is in a favourable position as a result of this arrangement contributing through the cost shared budget \$47,200 dollars for work that we were responsible for at the value of \$130,000.