

DATE: July 2, 2021

TO: MAYOR AND COUNCIL

NAME AND TITLE: Walter Babicz, Acting City Manager

SUBJECT: Addition of Daycare Projects to the 2021-2025 Financial Plan

ATTACHMENT(S): None

RECOMMENDATION(S):

1. That Council APPROVES the Dagg Road Daycare Project detailed in the report dated July 2, 2021 from the Acting City Manager titled “Addition of Daycare Projects to the 2021-2025 Financial Plan” be added to the 2021 – 2025 Financial Plan with a budget of \$2,381,493 to be funded by Grants.
2. That Council APPROVES the Malaspina Avenue Daycare Project detailed in the report dated July 2, 2021 from the Acting City Manager titled “Addition of Daycare Projects to the 2021-2025 Financial Plan” be added to the 2021 – 2025 Financial Plan with a budget of \$2,998,818 to be funded by Grants.

PURPOSE:

To obtain Council’s approval to add the Dagg Road and Malaspina Daycare projects to the 2021 – 2025 Financial Plan.

POLICY/REGULATORY ANALYSIS:

The budget meetings for the City’s 2021 – 2025 Financial Plan occurred in January of 2021. The two capital projects in this report received grant funding after those budget meetings took place, and now a resolution from Council is required to add these projects to the Financial Plan if they are to proceed.

OTHER CONSIDERATIONS:

The City has been advised that its applications to the Province’s BC New Spaces Fund were successful. Funding of \$2,381,493 was approved to develop a 60 space childcare centre, to be operated by the Prince George Native Friendship Centre (PGNFC), on City owned land at 6776 Dagg Road. Funding of \$2,998,818 was also approved to develop an 83 space childcare centre, to be operated by Kool Cats Kid Care (College Heights Community Association), on City owned land at 8008 Malaspina Avenue.

The City intends to enter into a Development and Construction Agreement with the Prince George Native Friendship Centre (PGNFC). The agreement contractually obligates PGNFC to construct a 60 space childcare centre at 6776 Dagg Road at its cost in compliance with the budget, schedule and

plans approved by the Province. It also requires PGNFC to be responsible for all costs related to completing the project that exceed the funding envelope.

If Council approves the addition of the proposed 83 space childcare centre project at 8008 Malaspina Avenue to the 2021-2025 Financial Plan, Administration intends to contract with external project management firm to provide phased services. In the first phase, which is expected to conclude by December 31 of this year, the project management firm would lead the development of an RFP to secure a full serve team of design and construction professionals who would enter into a service agreement to complete a schematic design, develop the owner's statement of requirements, and confirm costing. At this milestone, the City would issue the RFP and have the opportunity to consider the full scope of work and contract value, and determine whether it wished to enter into a CCDC14 contract (Design-Build Stipulated Price Contract) with a proponent. Should the City proceed, the external project management firm would provide project management services, including acting as the Owner's Advisor and Payment Certifier to the City under the CCDC14 contract.

SUMMARY AND CONCLUSION:

This report has been prepared to obtain Council's approval for the addition of the two daycare projects described in this report to the 2021 - 2025 Financial Plan.

RESPECTFULLY SUBMITTED:

Walter Babicz, Acting City Manager

Meeting Date: [2021/07/02]