B-114. Construct New Warehouse, Port Saunders, \$430,900

Q. Please provide a listing of the options, including the leasing of space, that were investigated in determining a solution to the problem of inadequate space.

A. The options that were investigated in determining the solutions to inadequate warehouse space in Port Saunders were: leasing; extending the existing building; using existing space at St. Anthony; and new building construction.

The leasing option was ruled out immediately because there were no such facilities available. The prime concern for this warehouse space is that it be located at the operational center so that work crews can obtain materials and supplies at their point of dispatch for the work. Extending the existing building was ruled out for a variety of reasons relating to foundations, ground water problems, water supplies, site layout, workflow patterns, and helicopter landing clearances. Reuse of existing space at St. Anthony was ruled out because of its remoteness from the operational center and the difficulties it would cause in efficiently supplying the crews with the materials.

Construction of a new warehouse on the Port Saunders site will provide the greatest benefits for materials handling for the crews operating out of Port Saunders and for materials being transshipped to the remote sites in Southern Labrador.