

NO: R065

COUNCIL DATE: May 15, 2023

REGULAR COUNCIL

TO: **Mayor & Council**

DATE: **May 1, 2023**

FROM: **General Manager, Engineering**

FILE: **4720-003/11**

SUBJECT: **Award of Contract No. 4720-003-11
Fergus Sanitary Trunk Sewer Improvements**

RECOMMENDATIONS

The Engineering Department recommends that Council:

1. Award Contract No. 4720-003-11 to Cancon Construction Ltd. in the amount of \$2,026,300.50 (including GST), for construction of the Fergus Sanitary Trunk Sewer Improvements;
2. Set the expenditure authorization limit for Contract No. 4720-003-11 at \$2,229,000.00 (including contingencies and GST); and
3. Authorize the General Manager, Engineering to execute Contract No. 4720-003-11.

INTENT

The intent of this Corporate Report is to seek Council's approval to award a contract for the Fergus Sanitary Trunk Sewer Improvements.

DISCUSSION

Scope of Work

The construction package related to this contract consists of installation of a new sanitary trunk sewer along 16 Avenue from 16400 block to 168 Street to support growth in the Sunnyside Heights and Highway 99 Corridor area. The project location is illustrated on the map attached to this report as Appendix "I".

Due to the depth of the sanitary trunk sewer and limited road widths, it will be necessary during construction to close a travel lane along 16 Avenue in order to safely facilitate the work. To provide a balance between traffic disruptions and disruptions to residents, construction will be undertaken during evenings and/or nights over summer months when traffic volumes are generally lower.

Invitation to Tender Results

Tenders for the subject contract were opened on April 25, 2023 with the following results:

<i>Contractor</i>	<i>Tendered Amount with GST</i>	<i>Corrected Amount</i>
1. Cancon Construction Ltd.	\$2,026,300.50	No Change
2. Clearway Construction Inc.	\$2,545,362.75	No Change
3. Complete Utility Contractors Ltd.	\$3,488,882.20	No Change
4. Timbro Contracting Ltd.	\$3,607,204.19	No Change
5. Drake Excavating (2016) Ltd.	\$3,884,653.50	No Change

The Engineer's (ISL Engineering and Land Services Ltd.) pre-tender estimate was \$3,2 million (including GST).

Evaluation

The submissions were reviewed for accuracy and completeness. No errors were found. All submissions included the required 10% bid bond, and were signed on the Tender Form.

The low bidder, Cancon Construction Ltd., has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to complete the work within 80 working days, as stipulated in the contract. Cancon Construction Ltd. is a recently incorporated company and therefore have limited experience undertaking utility improvements. However, based on reference checks, the contractor's personnel on the project are experienced and have undertaken similar work with satisfactory performance. They have no outstanding legal claims against the City. It is recommended that Cancon Construction Ltd. be awarded Contract No. 4720-003-11.

Project Schedule

The Contract work is expected to start in June 2023, and be completed by October 2023.

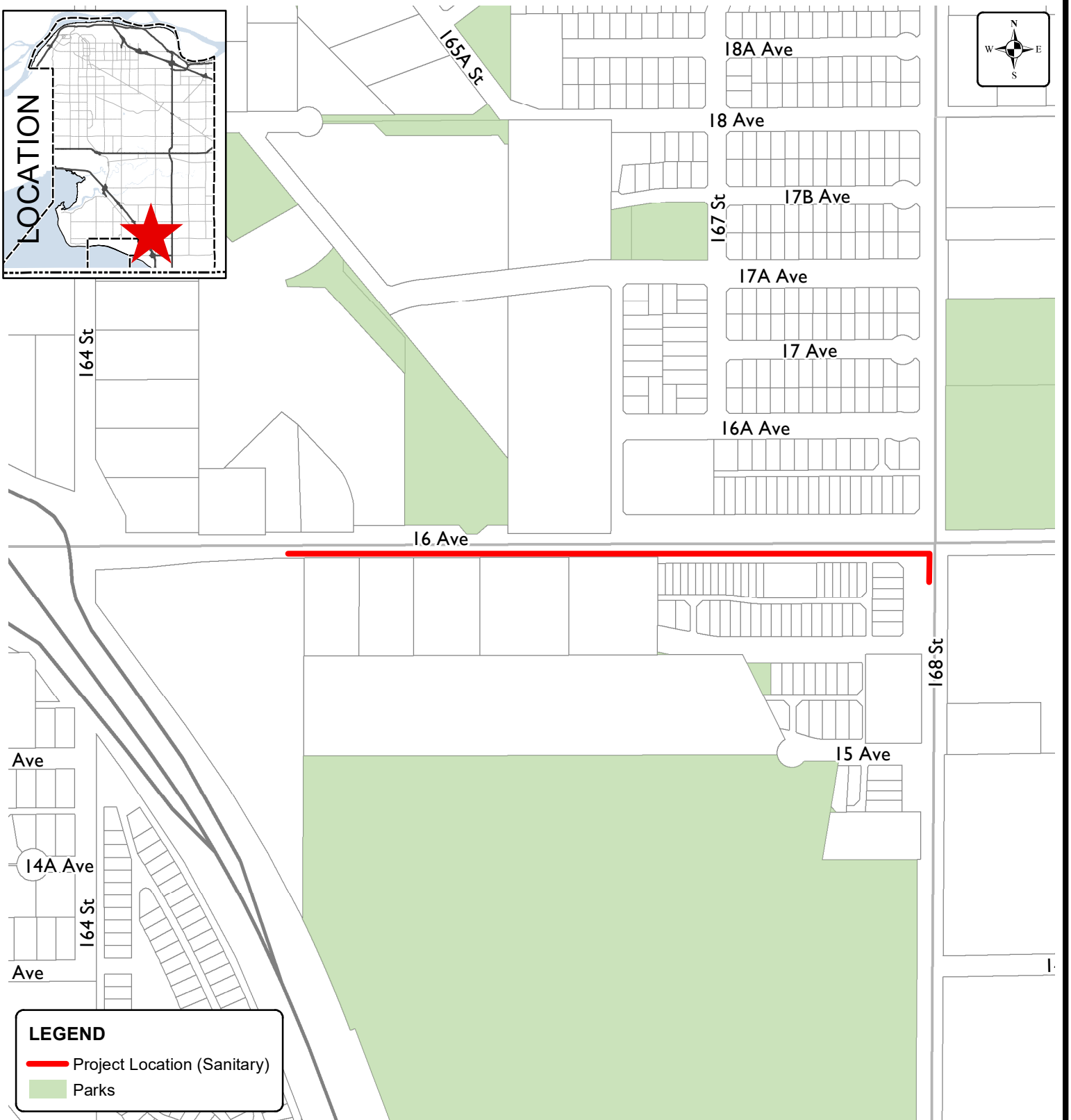
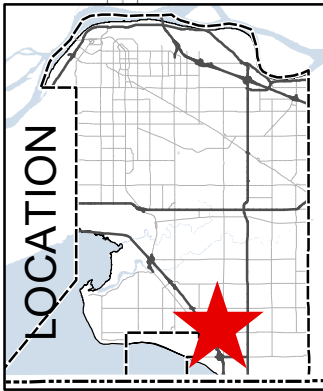
FUNDING

Funding for this Contract is available from four land development servicing agreements.

Scott Neuman, P.Eng.
General Manager, Engineering

VJ/bn

Appendix "I" – Map of Locations – Contract No. 4720-003-11



Produced by GIS Section: 26-Apr-2023

Scale: 1:5,000



Contract No. 4720-003-11
16 Avenue From 168 Street to 16400 Block
Sanitary Sewer

ENGINEERING
DEPARTMENT