

NO: R232

COUNCIL DATE: November 18, 2024

REGULAR COUNCIL

TO: **Mayor & Council**

DATE: **November 13, 2024**

FROM: **General Manager, Engineering**

FILE: **1724-030/21**

SUBJECT: **Award of Contract No. 1724-030-21
North Surrey Recreation Centre Demolition-Electrical Utility Relocation**

RECOMMENDATIONS

The Engineering Department recommends that Council:

1. Award Contract No. 1724-030-11 to Mainland Energy Works Inc. in the amount of \$523,669.8 (including GST) for the North Surrey Recreation Centre Demolition-Electrical Utility Relocation;
2. Set the expenditure authorization limit for Contract No. 1724-030-21 at \$570,000.00 (including contingencies and GST); and
3. Authorize the General Manager, Engineering to execute Contract No. 1724-030-21

INTENT

The intent of this report is to seek Council's approval to award a contract for the North Surrey Recreation Centre Demolition Electrical Utility Relocation.

BACKGROUND

The City is demolishing the former North Surrey Recreation Centre ("NSRC") located at 10275 City Parkway to allow for the future development of the site as detailed in development application 7920-0233-00 submitted by Surrey City Development Corporation and approved by Council on March 11, 2024.

In advance of the NSRC demolition work, it is necessary to decommission and re-route the existing NSRC electrical service, which is provided by BC Hydro's electrical distribution network located along University Drive. As well, the electrical service to the NSRC provides power to the commercial retail units ("CRU") located at the City owned property at 10277-City Parkway. In order to maintain power to these CRU's, it is necessary to re-route a new electrical connection to these CRU's from City Parkway as illustrated on the map attached as Appendix "I".

DISCUSSION

Scope of Work

The construction package related to this contract consists of the installation of electrical duct work from the BC Hydro electrical distribution network located along City Parkway to a new electrical service kiosk located adjacent to the CRU's at 10275-City Parkway. Following this work, BC Hydro will provide a new electrical connection to the CRU's and decommission the existing electrical service to the NSRC.

The contract permits construction from 7:00 a.m. to 10:00 p.m., Monday through Friday, in compliance with the *Surrey Noise Control Bylaw, 1982, No. 7044*.

Invitation to Tender Results

Tenders for the subject contract were opened on November 5, 2024 with the following results:

<i>Contractor</i>	<i>Tendered Amount with GST</i>	<i>Corrected Amount</i>
1. Mainland Energy Works Inc.	\$523,669.81	No Change
2. Crown Contracting Limited	\$623,096.25	No Change
3. Marex Constructors Ltd.	\$732,900.00	No Change
4. Bluecon Contracting Ltd.	\$825,300.00	No Change

The Engineer's (O'M Engineering Electrical & Electronic Consulting Engineers) pre-tender estimate was \$535,000.00 (including GST).

Evaluation

The submissions were reviewed for accuracy and completeness. No errors were found. Given the relatively low value of this contract, the City did not require the submissions to include a 10% bid bond. The submissions were signed on the Tender Form.

The low bidder, Mainland Energy Works Inc., has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to complete the work within 40 working days, as stipulated in the contract. Mainland Energy Works Inc. has not worked directly with the City of Surrey in the past, however their past performance on similar work has been satisfactory, based on reference checks. They have no outstanding legal claims against the City. It is recommended that Mainland Energy Works Inc. be awarded Contract No. 1724-030-21.

Project Schedule

The contract work requires specific electrical material that has a 10-13 week delivery lead time and the procurement of the electrical material will take place immediately following the award of this contract. When considering the material delivery lead time, the contract work is expected to be completed by Spring 2025.

Staff anticipate bringing forward a Corporate Report for the demolition of the NSRC by the end of this year. Subject to Council approval, the demolition work will be concurrent to this contract work and is anticipated to be completed by Summer, 2025.

FUNDING

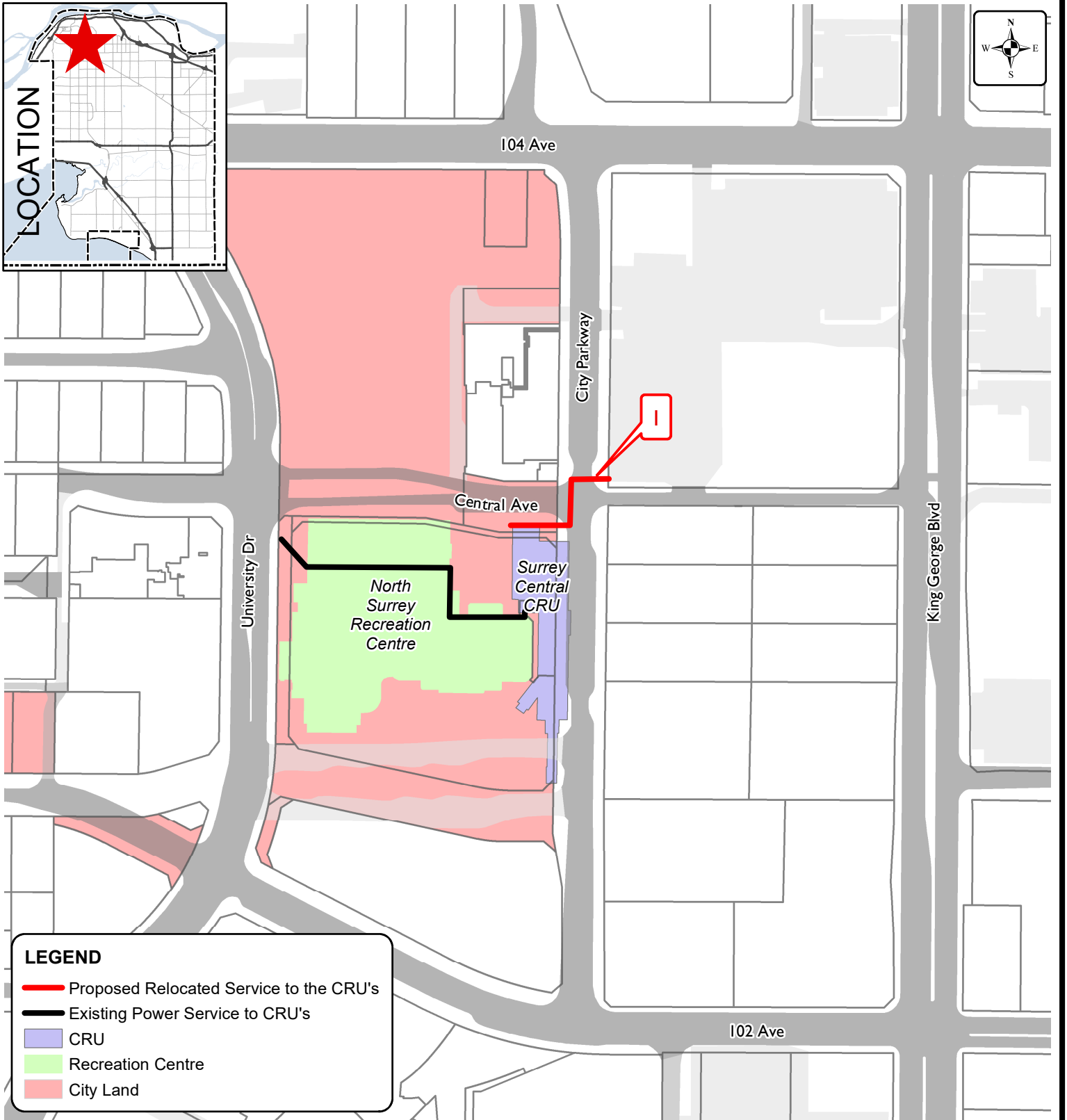
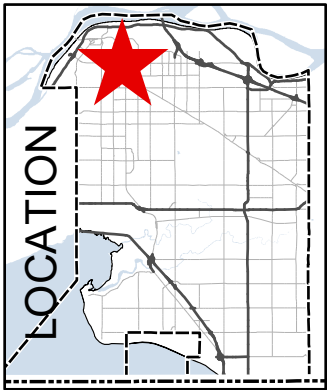
Funding for this contract is available in the approved 2024 Corporate Budget.

Scott Neuman, P.Eng.
General Manager, Engineering

VJ/bn

Appendix "I" – Map of Location

[https://surreybc.sharepoint.com/sites/eng.administration/gm administration/corporate reports/2024/nov 18/award of contract 1724-030-21 n surrey rec centre electrical utility relocation/award of contract 1724-030-21 n surrey rec cntr demolition_utility relocation \(1132024\) final.docx](https://surreybc.sharepoint.com/sites/eng.administration/gm%20administration/corporate%20reports/2024/nov%2018/award%20of%20contract%201724-030-21%20n%20surrey%20rec%20centre%20electrical%20utility%20relocation/award%20of%20contract%201724-030-21%20n%20surrey%20rec%20cntr%20demolition_utility%20relocation%20(1132024)%20final.docx)



LEGEND

- Proposed Relocated Service to the CRU's
- Existing Power Service to CRU's
- CRU
- Recreation Centre
- City Land

Produced by GIS Section: 06-Nov-2024

Scale: 1:2,500 0 25 M



North Surrey Recreation Centre Demolition

ENGINEERING
DEPARTMENT

The data provided is compiled from various sources and IS NOT warranted as to its accuracy or sufficiency by the City of Surrey. This information is provided for information and convenience purposes only. Lot sizes, Legal descriptions and encumbrances must be confirmed at the Land Title Office.

Source: G:\MAPPING\GIS\Maps\CorporateReps\Dn\CIJX_North Surrey Recreation Centre Demolition_TA.mxd