



Corporate Report

NO: R163

COUNCIL DATE: July 5, 2004

REGULAR COUNCIL

TO: Mayor & Council

DATE: June 28, 2004

FROM: General Manager, Engineering

**PROJECT 4802-
FILE: 412/00
4802-
412/31**

SUBJECT: Contract Award M.S. 4802-412-11: Old Logging Ditch Upgrade (2004)

RECOMMENDATION

That Contract M.S. 4802-412-11 be awarded to the low bidder, Mission Contractors Ltd., in the amount of \$892,089.53 including GST.

SCOPE OF WORK

Contract M.S. 4802-412-11 consists of upgrading existing ditches, constructing new ditches and installing culverts in Old Logging Ditch and Morgan Creek catchments. The work will improve conveyance and raise the area's lowland drainage to ARDSA standard.

Construction is expected to start by early June 2004 and be completed by September 30, 2004.

TENDER RESULTS

Tenderers in this project were by invitation only. They were contractors from the Council-approved pre-qualified list for this type of work.

Tenderers for the above contract were received on May 11, 2004, with the results as follows:

<i>Contractor</i>	<i>Tendered Amount</i>	<i>Revised Amount</i>
1. Mission Contractors Ltd.	\$ 892,089.53	No change
2. Double M Excavating Ltd.	\$1,287,438.20	No change

The Engineer's pre-tender estimate was \$820,000 including GST.

EVALUATION

Our consultant reviewed all tenders and found no legal or mathematical errors. Mission's tendered price of \$892,089.53 is somewhat higher than the Engineer's estimate and reflects current market conditions. The higher cost reflects the uncertainty and risk that Mission is willing to take. Mission Contractors Ltd. is the low bidder and their

past performance with the City on similar work has been excellent.

FUNDING

Funding is available in Drainage Project 4802-412.

Paul Ham, P.Eng.
General Manager, Engineering

PH/TH/brb

c.c. - General Manager, Finance, Technology & HR Dept.
- Harry Long, Engineering Dept.

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