

Corporate Report

NO: <u>R287</u>

COUNCIL DATE: NOVEMBER 29, 2004

REGULAR COUNCIL

TO: Mayor & Council DATE: November 25, 2004

FROM: General Manager, Planning and Development FILE: 0760-20

(South Surrey Rec Centre)

SUBJECT: Award of Contracts for Construction of South Surrey Recreation Centre

RECOMMENDATION

It is recommended that Council approve the award of a contract to each of the following contractors for three components of construction related to the new South Surrey Recreation Centre, with the amount of each contract not to exceed the amounts indicated:

Earthworks: Conwest Construction
Concrete works: Bach Construction
Mechanical works: Ridgeway Mechanical
\$670,500.00 excluding GST
\$529,365.00 excluding GST
\$808,035.00 excluding GST

PURPOSE

The purpose of this report is to obtain Council approval to award contracts related to the construction of the South Surrey Recreation Centre.

BACKGROUND

The construction of the new South Surrey Recreation Centre was approved by Council, with funding provided in the 2004 and 2005 capital budgets. During the early part of 2004, the design team for the project held public meetings to present the concept for the 36,000 square foot facility. It received overwhelming support by the community.

Subject to Council approval of the contracts, the project is scheduled for completion by October, 2005. The project is being managed using a sequential tendering method in an effort to speed up the construction timeline and to secure material and labour early in the process, which will help in minimizing the effect of escalating prices in the construction industry. This report deals with the award of a contract for each of three components of the overall project, which will allow construction to commence shortly.

Tender Process And Results

Omicron Construction has been working with City staff to establish a pre-qualified list of contractors for each construction trade for tender purposes. The work of each trade is being tendered separately. The bidding process follows the City tendering policy. Invitations to pre-qualify for the tender process were published on the City's website, as well as on the BC Bid website. Pre-qualified contractors were invited to submit bids. The following is a summary of the list of bids received:

1. Earthworks: (5 contractors invited to bid)

Conwest Construction	\$670,500.00 excluding GST
Southwest Construction	\$1,148,000.00 excluding GST
Matcon Construction	picked up bid documents/did not bid
Tyam Construction	picked up bid documents/did not bid

2. <u>Concrete works: (5 contractors invited to bid)</u>

Bach Construction	\$529,365.00 excluding GST
Avante Construction	\$248,860.00.00 excluding GST**
Smith Brothers	picked up bid documents/did not bid

**Note that Avante Construction bid only on the tilt-up wall component of the work in the amount indicated and, therefore, submitted only a partial bid. For purposes of comparison, the tilt-up wall component of the Bach Construction bid is \$209,354.00, excluding GST, which is lower than the bid from Avante Construction.

3. Mechanical works: (6 contractors invited to bid)

Ridgeway Mechanical	\$808,035.00 excluding GST
Davidson Mechanical	\$852,278.00 excluding GST
Dual Mechanical	\$852,634.00 excluding GST
Alpha Mechanical	\$860,977.00 excluding GST
Keith Mechanical	\$883,000.00 excluding GST
Fred Welsh Mechanical	picked up bid documents/did not bid

It is noted that, although there was only two bids for the earthworks contract and one full bid for the concrete works contract, each of the recommended contract awards is within the consultant's cost estimate for that component of the project. Funding in support of these contracts is available within the Council-approved budget.

CONCLUSION

Based on the above, it is recommended that Council approve the award of a contract to each of the following contractors for three components of construction, related to the new South Surrey Recreation Centre, with the amount of each contract not to exceed the amounts indicated:

1.	Earthworks:	Conwest Construction	\$670,500.00 excluding GST
2.	Concrete works:	Bach Construction	\$529,365.00 excluding GST
3.	Mechanical works:	Ridgeway Mechanical	\$808,035.00 excluding GST

Murray Dinwoodie General Manager Planning and Development

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