



Corporate Report

NO: R234

COUNCIL DATE: November 20, 2006

REGULAR COUNCIL

TO: Mayor & Council DATE: November 15, 2006
FROM: General Manager, Engineering FILE: 4805-510/11
SUBJECT: Contract Award M.S. 4805-510-11, Mission Contractors Ltd.

RECOMMENDATION

The Engineering Department recommends that Council:

1. Award Contract M.S. 4805-510-11 to the low bidder, Mission Contractors Ltd. in the amount of \$563,150.79 including GST;
2. Set the expenditure authorization for Contract M.S. 4805-510-11 in the amount of \$620,000.00; and
3. Approve funding from the Municipal Land Sale Reserve in the amount of \$620,000.00.

SCOPE OF WORK

Contract M.S. 4805-510-11 involves the Trouton Pit drainage improvements on City owned lands at 12780 – 110 Avenue, located between 108 to 110 Avenue and 126 to 128 Street. The construction works comprise of a new channel and ponds with wetlands to compensate for future elimination of the existing fishery watercourses located on the City owned properties. (As shown in Appendix I)

The new channel and ponds will be located in the area southeast of the existing GVRD sewer ROW and run adjacent to the GVRD ROW that stretches diagonally through the property on 12780 - 110 Avenue. The new channel will connect into the existing Pattullo Drainage Channel located on the south side of 110 Avenue.

INTENT

A drainage improvement plan was initiated by the Realty Division for the Trouton Pit development property that is owned by the City of Surrey. The property comprises of Municipal addresses 12780 - 110 Avenue, 12737 Old Yale Road, and 10865 and 10845 128 Street in Surrey. The overall property is around 30 acres, of which 12 acres are sloped woodland and 18 acres are a flat area at the base of the slope. As shown on the attached plan, the property contains a number of red and yellow coded creeks which considerably reduce and fragment the developable area.

The proposed drainage works will relocate the existing fishery watercourses in the developable flat area of the property northwest of the GVRD ROW onto the sloped lands above. The construction of the drainage improvements will provide habitat compensation for the elimination and infilling of the existing watercourses. This will allow the property to be more effectively developed without requiring setbacks from these watercourses and the usable area will be maximized.

The construction cost of the works is estimated at \$620,000. The City owned Trouton Pit parcel is estimated to be worth about \$8.0 million after the completion of the stream compensation works. Without the relocation of the creeks, the value of the land would be approximately half this amount. In essence, this expenditure is an investment in the future increased value of these City lands.

TENDER RESULTS

Tenders for this project were by invitation only, from the Council-approved pre-qualified bidders list for this type of work.

Tenders for the above contract were received on November 2, 2006, with the results as follows:

Contractor	Tender Amount with GST	Corrected Amount
Mission Contractors Ltd.	\$563,150.79	N/A
GCL Contracting & Engineering Inc.	\$569,240.00	\$563,920.00
Double M Excavating Ltd.	\$597,349.25	\$604,949.25
Matcon Civil Contractors Inc.	\$633,138.00	N/A
Delta Aggregates Ltd.	\$794,413.03	N/A

The Engineer's pre-tender estimate was \$580,000 including GST.

EVALUATION

Our consultant reviewed the tenders for accuracy and completeness. There were only minor arithmetic errors that did not affect the low bidder. All submissions included the required 10% bid bond and were signed and sealed on the Tender Form and Summary Sheet of the Schedule of Quantities and Prices.

The low bidder, Mission Contractors Ltd., has provided a Consent of Surety for a Performance Bond and Labour and Materials Bond, and agreed to complete the work within 25 working days as stipulated in the contract. Mission Contractors Ltd. past performance with the City has been satisfactory, and have no outstanding legal claims against the City. We, therefore, are recommending that Mission Contractors Ltd. be awarded the work.

FUNDING

The funding source for these works will be provided from the Municipal Land Sale Reserve.

Paul Ham, P.Eng.
General Manager, Engineering

PH/VL/HL/rdd:kd2/brb
Attachment

c.c. - General Manager, Finance, Technology & HR
- Realty Assets Manager