

Corporate Report

NO: R099

COUNCIL DATE: MAY 14, 2007

REGULAR COUNCIL

TO: Mayor & Council DATE: May 9, 2007

FROM: General Manager, Engineering PROJECT FILE: 1205-506/11

SUBJECT: Direct Read Water Meter Replacement Contract

RECOMMENDATIONS

The Engineering Department recommends that Council:

- 1. Award Contract M.S. 1205-506/11 to Corix Utilities Inc. in the amount of \$1,518,160.05, including GST, and
- 2. Set the expenditure authorization for Contact M.S. 1205-506/11 at \$1,600,000.00 including GST.

SCOPE OF WORK

The City has 38,000 water meters. Approximately 1600 of these meters need replacement. These meters require replacement because of their age and by changing them, we will also be updating our old reading technology to a touch read system.

The scope of this contract includes the first of 800 meters to be replaced and upgraded to touch read system. The balance of the 800 will be replaced through a second contract in the fall.

TENDER RESULTS

Contractors from the Council–approved pre-qualified tenderers were invited to submit tenders for this contract.

Two Tenders for the above contract were received on May 1, 2007 with the results as follows:

Contractor	Tendered Amount with GST	Corrected Amount
1. Corix Utilities Inc.	\$1,518,160.05	No Change
2. Neptune Technology (Canada) Ltd.	\$2,513,254.16	\$2,513,256.43

EVALUATION

Our consultant reviewed the tenders for accuracy and completeness. Only minor mathematical errors were found and corrected as shown. 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, Corix Utilities Inc., has provided a Consent of Surety for a Performance Bond and Labour & Materials Bond, and agreed to complete the work by December 31, 2007 as stipulated in the contact. Corix Utilities' past performance on similar work has been satisfactory and they have no outstanding legal claims against the City. We, therefore, recommend that Corix Utilities Inc. be awarded the work.

FUNDING

Funding is available within the approved Engineering budget, Project 1205-506 (ID 9700).

Paul Ham, P.Eng. General Manager, Engineering

SB/VL/brb:kd2

c.c.: Finance Department

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