



Corporate Report

NO: R175

COUNCIL DATE: JULY 23, 2007

REGULAR COUNCIL

TO: Mayor & Council DATE: July 19, 2007
FROM: General Manager, Engineering FILE: 4807-001/11
SUBJECT: Contract Award M.S. 4807-001-11 - Double M Excavating Ltd.

RECOMMENDATIONS

The Engineering Department recommends that Council:

1. Award Contract M.S. 4807-001-11 to the low bidder, Double M Excavating Ltd., in the amount of \$1,175,528.50, including 6% GST.
2. Set the expenditure authorization for Contract M.S. 4807-001-11 at \$1,293,000.00.

SCOPE OF WORK

Contract M.S. 4807-001-11 involves various instream works including the construction of a box culvert, storm sewers, and habitat compensation for the 156 Street Underpass at Highway #1, raising of the Cloverdale Canal Dyke and improving the flow control structure for the Fleetwood Diversion trunk storm sewer on 82 Avenue at 162A Street.

The instream works for the 156 Street Underpass are necessary to be done in the 2007 Fisheries window in order to allow the completion of the Underpass works in 2008.

TENDER RESULTS

Tenders for the above Contract were received on July 18, 2007, with the results as follows:

<i>Contractor</i>	<i>Tender Amount with GST</i>	<i>Corrected Amount</i>
Double M Excavating Ltd.	\$1,175,528.50	N/A

Since this project involves instream drainage works, only contractors from the Council approved pre-qualified list were invited to submit tenders. While a number of contractors expressed interest in this project, only one bid was received. This is probably a reflection of the current high level of construction activity, with most contractors being fully engaged in other projects. The bid amount is within the Engineer's estimate for the works, which indicates that even though only one bid was received it is a competitive market price.

EVALUATION

Our consultant reviewed the tenders for accuracy and completeness. No errors were found. The submission included the required 10% bid bond and was signed and sealed on the Tender Form and Summary Sheet of the Schedule of Quantities and Prices. Although only one bid was submitted, we believe it represents fair value for the work to be performed during these strong economic times in the construction industry.

Double M Excavating Ltd. has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to complete the work by October 31, 2007, as stipulated in the Contract. Double M's past performance on similar work has been satisfactory and they have no outstanding legal claims against the City. We therefore recommend that Double M Excavating Ltd. be awarded the work.

FUNDING

Funding is available within the approved Engineering budget, and the 156 Street component of the works are 60% funded by the Province.

Paul Ham, P.Eng.
General Manager, Engineering

HL/rdd

c.c. - Josh Hughes, Finance & Technology Dept.
- Design & Construction Manager
- Harry Long, Project Supervisor
- Kelly Drozda, Engineering Dept.