



Corporate Report

NO: R191

COUNCIL DATE: JULY 26, 2007

REGULAR COUNCIL

TO: **Mayor & Council** DATE: **July 17, 2007**
FROM: **General Manager, Engineering** FILE: **4805-802-00/
7804-0193-00**
SUBJECT: **Development Coordinated Works for McLellan Creek Diversion**

RECOMMENDATIONS

The Engineering Department recommends that Council authorize Development Coordinated Works (DCW) funding in the amount of up to \$403,860, including GST for the 194 Street storm sewer extension.

SCOPE OF WORK

To construct 200 metres of 1200 mm diameter diversion storm sewer, from the intersection of 64 Avenue and 194 Street to 63A Avenue and 194 Street.

BACKGROUND

Upon review of the McLellan Creek drainage system it was decided that to accommodate development in the East Clayton NCP, the 194 street to 64 Avenue storm sewer needs immediate extension to avoid erosion and flooding of private properties downstream of 64 Avenue along McLelland Creek. To facilitate the implementation of the works, an existing developer was asked to complete the extension as part of Development Coordinated Works. As part of their tendering process for servicing works, the developer has included the option for the extension in their contract award. The City has received three quotes for the proposed work as follows:

<i>Contractor</i>	<i>Quoted Price</i>
1. Gemco Construction Ltd.	\$381,000.00
2. Progressive Contracting (Surrey) Ltd.	\$398,000.00
3. Tag Construction Ltd	\$419,500.00

EVALUATION

Our consultant reviewed the tenders for accuracy and completeness.

The low bidder, Gemco Construction Ltd., is working with the developer to complete servicing in this area of East Clayton. They are currently constructing the development coordinated works for the 194 Street storm sewers from 65 to 64 Avenue. Gemco Construction is well suited to continue the construction work as part of an amended Servicing Agreement with the developer. Gemco has successfully completed several projects for the City of Surrey and developers in the City and is able to carry out the proposed works in a satisfactory manner. Gemco Construction Ltd. does not have any legal claims against the City.

We recommend that the Development Coordinated Works included in the Servicing Agreement for project 7804-0193-00 be extended by up to \$403,860 to allow the developer to commission Gemco Construction Ltd. to complete the proposed works.

FUNDING

Funding is available within the approved Engineering budget and will be transferred to the Project 7804-0193-00.

Paul Ham, P.Eng.
General Manager, Engineering

VL/DOH/rdd:kd2

c.c. - Josh Hughes, Finance & Technology Dept.
Sam Lau, Engineering Department