

# Corporate Report

NO: R005

COUNCIL DATE: January 14, 2008

# **REGULAR COUNCIL**

TO: Mayor & Council DATE: January 8, 2008

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

(Surrey Sport & Leisure)

SUBJECT: Award of Contract for Construction of Third Ice Sheet at the Surrey Sport

&Leisure Complex

# RECOMMENDATION

The Planning and Development Department recommends that Council:

- 1. Approve the award of a lump sum contract to Dominion Fairmile Construction Ltd., as general contractor for the construction of the third ice sheet at the Surrey Sport & Leisure Complex, with the total base price of the contract being \$6,775,766, excluding GST; and
- 2. Set the expenditure authorization for this lump sum contract at \$7,114,554, excluding GST.

#### **PURPOSE**

The purpose of this report is to obtain Council approval to award a lump sum contract to a general contractor for the construction of the third ice sheet at the Surrey Sport & Leisure Complex.

# BACKGROUND

The construction of a third sheet of ice at the Surrey Sport and Leisure Complex was approved as part of the City's 2007 capital budget.

As a result of the Request for Proposal (RFP#1220-30-30-07), the City has entered into a pre-construction agreement with Dominion Fairmile Construction Ltd., who tendered the applicable sub-trades for the project. 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.

At the Regular Council Meeting on December 3, 2007, Council approved the recommendation for Dominion Fairmile Construction Ltd. to award a contract to trade contractors for major components of construction of the third sheet of ice, which included structural steel/metal deck, concrete supply, roofing, masonry, steel stud/drywall and mechanical/plumbing.

Subsequently, at the Regular Council Meeting on December 17, 2007, Council approved the recommendation for Dominion Fairmile Construction Ltd. to award a contract to additional trade contractors for major components of construction, which included paving, formwork Phase 2, dasherboards, refrigeration and electrical.

The sequential tendering process is now complete and staff has completed the review process. All previous recommendations approved by Council for this project, and all remaining trades which were tendered in December 2007 and January 2008, will now be consolidated into one stipulated price ("CCDC-2") contract, including the City's supplementary general conditions.

The value of the lump sum contract recommended to be awarded and the expenditure authorization amount recommended are within the budget approved by Council on January 15, 2007.

Construction on this project started on October 17, 2007 and the entire project is scheduled for completion by the Summer of 2008.

# **CONCLUSION**

Based on the above, it is recommended that Council:

- Approve the award of a lump sum contract to Dominion Fairmile Construction Ltd., as the general contractor for the construction of the third ice sheet at the Surrey Sport & Leisure Complex, with the total base price of the contract being \$6,775,766, excluding GST; and
- Set the expenditure authorization for this lump sum contract at \$7,114,554, excluding GST.

Jean Lamontagne General Manager Planning and Development

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