

CORPORATE REPORT

NO: R005 COUNCIL DATE: January 14, 2013

REGULAR COUNCIL

TO: Mayor & Council DATE: January 14, 2013

FROM: General Manager, Planning and Development FILE: 0800-20 (Guildford

Indoor Pool) (Grandview Heights Aquatic Centre)

SUBJECT: Award of Contract for the Supply, Testing, Commissioning, and Warranty of

Air Handling Units for the Guildford Indoor Pool and Grandview Heights

Aquatic Centre Projects

RECOMMENDATION

The Planning and Development Department recommends that Council approve the award of a contract to Olympic International Agencies Ltd. for the supply, testing, commissioning and warranty of the Air Handling Units for each of the Guildford Indoor Pool project and the Grandview Heights Aquatic Centre project, as generally described in this report, in the amount of \$1,575,000.00, excluding HST.

PURPOSE

The purpose of this report is to obtain approval to award a contract related to the air handling units for each of the Guildford Indoor Pool and Grandview Heights Aquatic Centre, respectively.

BACKGROUND

Funding for the construction of a new Guildford Indoor Pool and a new Grandview Heights Aquatic Centre (the "Projects") as part of the Build Surrey program was approved by Council as part of the 2012-2013 Capital budget.

The Projects are being implemented using a sequential tendering method in an effort to speed up the construction timeline and to secure materials and labour early in the process, which will assist in delivering the Projects on time and on budget. This report addresses the award of a contract for the air handling units for the Projects. Procurement of the units at this stage will reduce risk the risk of changes orders later in the process and the related extra costs.

In November 2012, a Request for Quotations was issued (RFQ 1220-040-2012-056) titled "Supply, Testing and Commissioning, and Warranty of Major Mechanical Equipment - Aquatic Complex Projects". The RFQ was advertised on the City's website and posted on the BC Bid Website. The RFQ closed on December 7, 2012.

DISCUSSION

Three proposals were received in response to the RFQ (see Appendix I) and each was evaluated by an evaluation team comprised of representatives from the mechanical engineering firm from each of the Projects and the project manager from Turnbull Construction Services along with representatives of the Civic Facilities Division and the Purchasing Section. The team concluded that the submission from Olympic International Agencies Ltd. provided the overall best value and was also offered the lowest price.

On this basis the evaluation team is recommending that the contract be awarded to Olympic International Agencies Ltd. in the amount of \$1,575,000.00, excluding HST.

Further reports will be forwarded to Council during 2013 related to the award of contracts for the remaining components of each of the Projects.

Funding

Funding in support of this contract is available within the Council-approved 2012-2013 Capital budget.

Project Schedule

Construction of the Guildford Indoor Pool commenced in December 2012 and is projected to be completed by the fall of 2014. Construction of the Grandview Heights Aquatic Centre is expected to commence in March 2013 and be completed by the fall of 2014.

CONCLUSION

Based on the above discussion, it is recommended that Council approve the award of a contract to Olympic International Agencies Ltd. for the supply, testing, commissioning, and warranty of the Air Handling Units for each of the Guildford Indoor Pool and the Grandview Aquatic Centre projects, respectively, in the amount of \$1,575,000.00, excluding HST.

Original signed by Jean Lamontagne General Manager, Planning and Development

SG:saw

Attachments:

Appendix I Results of Request for Quotations No. 1220-040-2012-056

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\$2,323,000.00, excluding HST

Results of Request for Quotations No. 1220-040-2012-056 Major Mechanical Equipment -Guildford Indoor Pool and Grandview Heights Aquatic Centre

<u>Proponent:</u>	Price as Proposed:
Olympic International Agencies Ltd.	\$1,575,000.00, excluding HST
Trane Canada ULC	\$1,790,655.00, excluding HST

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PCA HVAC Systems & Solutions Ltd.