

NO: **R151**

COUNCIL DATE: **July 22, 2013**

REGULAR COUNCIL

TO: **Mayor & Council**

DATE: **July 22, 2013**

FROM: **General Manager, Planning and Development**

FILE: **o800-20 (Grandview Aquatic Centre)**

SUBJECT: **Award of Contract for the Construction of Phase I - Earth Work, Excavation and Site Services for the Grandview Heights Aquatic Centre**

RECOMMENDATION

The Planning and Development Department recommends that Council approve the award of a contract to EllisDon Corporation for the construction of Phase I – Earth Work, Excavation and Site Services for the Grandview Heights Aquatic Centre project, all as generally described in this report, in the amount of \$3,377,483.28, excluding GST.

PURPOSE

The purpose of this report is to obtain approval to award a contract related to the construction of the first phase of works related to the Grandview Heights Aquatic Complex project.

BACKGROUND

The construction of the Grandview Heights Aquatic Centre (the "Project") was approved as part of the 2012-2013 capital budget under the Build Surrey program.

In December 2012, a Request for Expressions of Interest and Statements of Qualifications (RFEOI/SOQ 1220-050-2012-039) was issued for Construction Management Services for the Project. The RFEOI/SOQ was advertised on the City's website and posted on the BC Bid Website. The RFEI/SOQ closed on December 20, 2012.

Through an evaluation process, five proponents were shortlisted and invited to submit a proposal. All five proponents submitted a proposal for the Project, consisting, firstly, of pre-construction services, and, secondly, of general contractor services. Based on an evaluation of the proposals it was concluded that the proposal from EllisDon Corporation ("EllisDon") provided the best value to the City. In March 2013 EllisDon was awarded an initial contract for pre-construction services for the Project, which included:

- assisting with evaluation and value-engineering the design;
- scheduling; and
- cost estimating.

EllisDon has performed these services at a satisfactory level and the contract with EllisDon is now proposed to be extended to include general contractor services for Phase I works on the Project.

RFQ Process and Results

Since May 2013 EllisDon and the architect (Hughes Condon Marled Architects) have been working with City staff to obtain quotations for the components of work related to Phase I of the Project, including earth work, excavation and site services.

On June 13, 2013, a Request for Quotations ("RFQ") was issued (RFQ 1220-030-2013-002A) titled "Grandview Heights Aquatic Centre – Trade Contractors Package No. 1". The RFQ was advertised on the City's website and posted on the BC Bid Website. The RFQ closed on July 5, 2013.

The work of Phase I is being tendered in components with the intention of combining the lowest price bid for each component under one general contract that would then be assigned to EllisDon as the general contractor for this phase of the Project.

A list of the proponents who submitted a quotation for each component of Phase I of the Project is contained in Appendix I attached to this report. The proponent providing the lowest quotation that fully met the specifications for the related work, to which the quotation pertained, is being awarded that component of work.

As mentioned above, the lowest fully compliant quotation for each component of the Phase I work is being combined into a "stipulated price" contract that includes an allowance for general conditions and contract management fees. This stipulated price contract totals \$3,377,483.28, excluding GST. It is proposed that this contract be awarded to EllisDon, who will assume the risk associated with delivering the work of the contract within the stipulated price.

Additional stipulated price contracts will be awarded at a later date in relation to the remaining components of work necessary for the completion of the full Project. A similar process will be followed in relation to tendering the related components of work.

Funding

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

Project Schedule

Construction of the Project will commence in August 2013 and is projected to be completed by the fall of 2015.

CONCLUSION

Based on the above discussion, it is recommended that Council approve the award of a contract to EllisDon Corporation for the construction of Phase I – Earth Work, Excavation and Site Services for the Grandview Heights Aquatic Centre project all as generally described in this report, in the amount of \$3,377,483.28, excluding GST.

Original signed by
Jean Lamontagne
General Manager,
Planning and Development

AA:saw

Attachments:

Appendix I Results of the Request for Quotations Process

**Grandview Heights Aquatic Complex
Results of the Request for Quotations Process
For Phase I – Earth Work, Excavation and Site Services
(Only the lowest four results are listed)**

1. **Site Clearance, Excavation and Site Services – prices exclude GST)**

Tybo Contracting Ltd.	\$2,674,733.00
B&B Contracting Group	\$2,718,399.95*
Tyam Excavation & Shoring Ltd.	\$2,951,219.00*
Ace Excavating Ltd.	\$3,057,508.00*

*Adjusted bid values to include for complete required scope

2. **Cash Allowances:**

Cash allowance for extended dewatering, ESC, and ongoing maintenance beyond the duration of Phase I	\$130,080.00
Cash allowance for additional excavation and backfill work which could not be defined at this stage	\$118,399.50
Cash allowance for miscellaneous site services coordinated with Phase II	\$98,256.75
Cash allowance for construction of temporary access roads	\$86,250.75
Total Cash Allowances	\$432,987.00

3. **Sub-total (items 1 and 2 above)** **\$3,107,720.00**

General Conditions	\$205,212.50
Contract Management Fees	<u>\$64,550.78</u>

Total Contract Value **\$3,377,483.28**