

NO: R197

COUNCIL DATE: OCTOBER 7, 2013

REGULAR COUNCIL

TO: **Mayor & Council** DATE: **October 3, 2013**
FROM: **General Manager, Engineering** FILE: **2320-20(I&I)**
SUBJECT: **Award of Contract No. 1220-040-2013-037 -
Sanitary Sewer Inflow and Infiltration Investigations**

RECOMMENDATION

The Engineering Department recommends that Council:

1. Award Contract 1220-040-2013-037 to Superior City Services Ltd. in the amount of \$433,708, including applicable taxes, to carry out work for the Sanitary Sewer I&I Investigation Program with options in favor of the City to extend the contract for each of two additional one-year terms; and
2. Set the three-year expenditure authorization limit for Contract 1220-040-2013-037 at \$1,553,000, including applicable taxes.

SCOPE OF WORK

This annual preventative maintenance services contract involves the supply and delivery of labour and equipment for the inspection and testing the City's sanitary sewer system as a means to identify groundwater inflow and infiltration (I&I) sources. Such sources of water impact the capacity of the City's sewer lines and can result in sewer back-ups and related liability to the City. The contract will also act to reduce the rate of deterioration of the City's sanitary sewer infrastructure and will assist the City in meeting its obligations under the Regional Liquid Waste Management Plan.

The contract work involves manhole inspections, smoke testing, sewer line flushing and cleaning, and video inspections of sanitary sewer mains and service connections and is for a period of one-year. The contract includes options in favour of the City under which the City can extend the contract for each of two additional one-year periods. Staff will consider the award of these one-year extensions within the expenditure authority as recommended subject to satisfactory performance of the contractor and any other relevant considerations.

A Request for Quotations in relation to this contract was posted on the BC Bid website. Staff also directly notified contractors who were viewed as having the necessary expertise and equipment of the opportunity.

QUOTATION RESULTS

Quotations for the subject contract were opened on August 8, 2013, with the following results:

<i>Contractor</i>	<i>First Year Quotation Incl. Applicable Taxes</i>	<i>3-Year Total Quotation Incl. Applicable Taxes</i>	<i>Corrected Amount</i>
1. Superior City Services Ltd.	\$433,708.00	\$1,411, 931.85	\$1,412,229.53
2. ABC Pipe Cleaning Ltd.	\$450,625.90	\$1,653,514.43	No Change
3. Mar-Tech Underground Services Ltd.	\$479,111.33	\$1,763,576.33	No Change

The City's pre-quotation estimate was \$1,830,000 for the 3-year total including applicable taxes.

EVALUATION

An evaluation team involving staff from the Finance and Technology Department and the Engineering Department reviewed the quotations. Arithmetic errors were found in one of the quotations that had no bearing on the outcome of the quotation process. Superior City Services Ltd. submitted the low quotation that was fully compliant with the contract specifications.

Superior City Services Ltd.'s past performance on similar work has been satisfactory and they have no outstanding legal claims against the City. It is recommended that Superior City Services Ltd. be awarded Contract No. 1220-040-2013-037.

SUSTAINABILITY CONSIDERATIONS

The subject contract will assist in achieving the objectives of the City's Sustainability Charter; more particularly, the following Charter scope action items:

- EC₃: Sustainable Infrastructure Maintenance and Replacement; and
- EN₁₃: Enhancing the Public Realm.

FUNDING

Funding for this contract is available in the approved Utility Operating Budget.

CONCLUSION

Based on the above discussion, it is recommended that Council:

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2. Set the three-year expenditure authorization limit for Contract 1220-040-2013-037 at \$1,553,000, including applicable taxes.

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