

NO: **R164**

COUNCIL DATE: **SEPTEMBER 29, 2014**

REGULAR COUNCIL

TO: **Mayor & Council**

DATE: **September 9, 2014**

FROM: **Acting General Manager, Engineering**

FILE: **2320-20 (Road Restoration)**

SUBJECT: **Award of Contract M.S. 1220-040-2014-028
Annual Road Restoration Services**

RECOMMENDATION

The Engineering Department recommends that Council:

1. Award Contract M.S. 1220-040-2014-028 to Grandview Blacktop Ltd. in the amount of \$545,000.00, per year, including GST, to carry out Road Restoration Services on an annual basis over a maximum of up to a five(5)-year period; and
2. Set the annual expenditure authorization limit for Contract M.S. 1220-040-2014-028 at \$599,500.00, including GST and contingency.

SCOPE OF WORK

This annual service contract involves the supply and delivery of labour, material and equipment for minor road restoration works throughout the City related to road restoration works required following trenching works for construction and repair to city utilities. The road restoration services are typically carried out at the end of the working day and followed by permanent pavement cut restoration. Under normal circumstances, this ensures that the road surface is quickly repaired and normal traffic flow is restored by early evening. This service further alleviates the City from dealing with this type of work through using over time rates.

The following list provides a brief description of the primary components of work under this contract:

1. Hot-Mix Pavement Patching (interim / temporary)
2. Hot-Mix Pavement Patching (permanent)

The City has an option at its sole discretion to extend the contract for up to four (4) additional twelve (12) month periods at the same unit rates cost adjusted annually by the Vancouver Consumer Price Index (CPI).

A Request for Quotations notice for this contract was posted on the BC Bid website. Staff also directly notified contractors who were viewed as having the necessary expertise and equipment and an information meeting was held with the potential contractors.

QUOTATION RESULTS

Quotations for the subject contract were opened on June 20th, 2014, with the following results:

<i>Contractor</i>	<i>Estimated Contract Amount With GST</i>	<i>Corrected Amount</i>
1. Grandview Blacktop Ltd.	\$545,000.00	No Change
2. Blackcrete Paving Ltd.	\$562,858.89	No Change
3. Custom Blacktop Co.	\$735,402.58	No Change
4. Key-West Asphalt Ltd.	\$746,597.50	No Change
5. Lafarge Canada Inc.	\$803,459.27	No Change

The City's pre-quotation estimate was \$530,000.00 including GST. The quantities are estimated using past annual requirements for this type of work.

EVALUATION

An evaluation team involving staff from the Finance & Technology Department and the Engineering Department reviewed the submissions for accuracy and completeness. The low bidder, Grandview Blacktop Ltd. was fully compliant and is able to deliver the contract services. Grandview Blacktop's past performance on similar work has been satisfactory. They have no outstanding legal claims against the City. It is recommended that Grandview Blacktop Ltd. be awarded Contract No. 1220-040-2014-028.

SUSTAINABILITY CONSIDERATIONS

The work of this contract will assist in achieving the goals and objectives of the City's Sustainability Charter. In particular, the project supports the following City Sustainability Charter scope actions:

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

FUNDING

Funding for this contract is available in the approved 2014 Operations and Capital Utilities Budget.

Gerry McKinnon
Deputy City Engineer

RAC/TA/ras