

NO: **R076**

COUNCIL DATE: **MAY 25, 2015**

REGULAR COUNCIL

TO: **Mayor & Council**

DATE: **May 6, 2015**

FROM: **General Manager, Engineering**

PROJECT FILE: **4811-057/11**

SUBJECT: **Award of Contract M.S. 4811-057-11
Crescent Beach Drainage Improvements - Phase 1**

RECOMMENDATIONS

The Engineering Department recommends that Council:

1. Award Contract M.S. 4811-057-11 to Richco Contracting Ltd. in the amount of \$1,763,838.30, including GST, for construction of Crescent Beach Drainage Improvements - Phase 1; and
2. Set the expenditure authorization limit for Contract M.S. 4811-057-11 at \$1,940,000.00, including contingency and GST.

SCOPE OF WORK

The City has developed a comprehensive stormwater management and implementation strategy for the Crescent Beach community to address the long-term drainage needs within Crescent Beach. This is a multi-phased program that will result in a new storm sewer network in Crescent Beach. Phase 1 of the work consists of the installation of approximately 700m of storm sewer and related appurtenances in the Crescent Beach neighbourhood, specifically along McBride Avenue, Gilley Street, and Gordon Avenue as illustrated on the map attached as Appendix I to this report.

The Crescent Beach Property Owner's Association have acknowledged the benefits of this project and support these planned drainage improvements. Furthermore, due to the archaeological significance of this area, an archaeological impact assessment was conducted in consultation with the Semiahmoo First Nations and necessary regulatory permits have been obtained from the provincial Archaeology Branch.

The contract work is expected to start in June, 2015 and be completed in September, 2015.

TENDER RESULTS

Tenders for the subject contract were opened on May 4, 2015, with the following results:

<i>Contractor</i>	<i>Tendered Amount with GST</i>	<i>Corrected Amount</i>
1. Richco Contracting Ltd.	\$1,842,588.30	\$1,763,838.30
2. Pedre Contractors Ltd.	\$2,222,581.31	\$1,961,341.31
3. A.C. Paving Company Ltd.	\$2,073,528.72	\$2,077,731.35
4. Tybo Contracting Ltd.	\$2,503,598.50	\$2,503,593.24
5. Tag Construction Ltd.	\$2,779,946.40	No Change
6. Sandpiper Contracting LLP	\$3,026,128.88	No Change

The Engineer's pre-tender estimate was \$2.0 Million including GST.

EVALUATION

The City's consultant reviewed the tender submissions for accuracy and completeness. There were 4 tenders with arithmetic errors that had no bearing on the outcome of the tender process. All submissions included the required 10% bid bond, and were signed and sealed on the Tender Form and Summary Sheet of the Schedule of Quantities and Prices.

The low bidder, Richco Contracting Ltd., has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to complete the work within 75 working days as stipulated in the contract. Richco Contracting Ltd.'s past performance on similar work has been satisfactory. They have no outstanding legal claims against the City. It is recommended that Richco Contracting Ltd. be awarded Contract M.S. 4811-057-11.

SUSTAINABILITY CHARTER/CONSIDERATIONS

The Crescent Beach Drainage Improvements will assist in achieving the objectives of the Sustainability Charter; more particularly, the following action items:

- EN 8: Sustainable Engineering Standards and Practices;
- EN11: Surrey's Commitment to the Climate Change Action Plan; and
- EN 13: Enhancing the Public Realm.

FUNDING

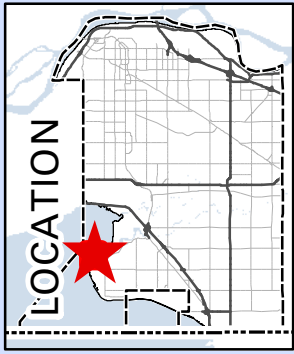
Funding for the subject contract is available in the 2015 Budget.

Fraser Smith, P.Eng., MBA
General Manager, Engineering

SBN/VJ/am

Appendix I – Map of Location – Contract M.S. 4811-057-11

APPENDIX I



**Crescent Beach
Drainage Improvement -
Phase I**

LEGEND

- Project Location
- Parks

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CONTRACT MS 4811-057-11
Crescent Beach
Drainage Improvements - Phase 1

**ENGINEERING
DEPARTMENT**