

NO: R196

COUNCIL DATE: September 12, 2016

## REGULAR COUNCIL

TO: **Mayor & Council** DATE: **September 2, 2016**

FROM: **General Manager, Engineering** PROJECT FILE: **4713-003/11**

SUBJECT: **Award of Contract M.S. 4713-003-11**  
**West Newton Sanitary Sewer Construction**

## RECOMMENDATIONS

The Engineering Department recommends that Council:

1. Award Contract M.S. 4713-003-11 to Pedre Contractors Ltd. in the amount of \$2,399,250.00, including GST, for the West Newton Sanitary Sewer Construction;
2. Set the expenditure authorization limit for Contract M.S. 4713-003-11 at \$2,517,922.00, including contingency and GST; and
3. Authorize the General Manager, Engineering to execute Contract M.S. 4713-003-11.

## SCOPE OF WORK

The construction package related to this contract includes the installation of sanitary sewer upgrades and abandonment of existing under capacity and aging sanitary sewers at the locations listed in the following table, which are also illustrated on the map attached to this report as Appendix "I".

Map Reference Number	Project #	Project Description	Location
1	4705-3040-00	Relief Sewer	68 Avenue: 134 Street to King George Boulevard
2	4709-4050-00	Relief Sewer	134 Street: 70B Avenue to 68 Avenue
3	4710-4070-00	Relief Sewer	68 Avenue: 132 Street to 13300 Block
4	4710-5060-00	Relief Sewer	132 Street: 70B Avenue to 72 Avenue
5	4712-4050-00	Relief Sewer	70B Avenue: 132 Street to 13301 – 70B Avenue

The contract work is expected to start in October 2016 and be completed by the end of April 2017.

## TENDER RESULTS

Tenders for the subject contract were opened on August 31, 2016 with the following results:

<i>Contractor</i>	<i>Tendered Amount with GST</i>	<i>Corrected Amount</i>
1. Pedre Contractors Ltd.	\$2,399,250.00	No Change
2. Richco Contracting Ltd.	\$2,997,969.45	No Change
3. Targa Contracting (2013) Ltd.	\$3,132,209.72	\$3,132,089.63
4. J. Cote & Son Excavating Ltd.	\$3,344,250.00	\$3,324,405.00

The Engineer's (Paragon Engineering) pre-tender estimate was \$2.44 million including GST.

## EVALUATION

The City received five tender submissions, and upon review for accuracy and completeness, one of the tenders was found to be non-compliant. Of the compliant tenders, there were two arithmetic errors that had no bearing on the outcome of the tender process. All compliant submissions included the required 10% bid bond, were signed on the Tender Form, and were initialled on the Summary Sheet of the Schedule of Quantities and Prices.

The low bidder, Pedre Contractors Ltd., has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to complete the work within 90 working days as stipulated in the contract. Pedre Contractors Ltd.'s past performance on similar work has been satisfactory. They have no outstanding legal claims against the City. It is recommended that Pedre Contractors Ltd. be awarded Contract M.S. 4713-003-11.

## SUSTAINABILITY CHARTER/CONSIDERATIONS

The City is responsible for effective and sustainable design, construction and maintenance of infrastructure assets to provide safe and reliable services to our residents and businesses, while also ensuring the infrastructure meets the demands of future growth and economic development. These actions relate to the Sustainability Charter's Infrastructure theme and the overall goal of effective infrastructure to service current and future needs of the City. Specifically, this contract supports the following Desired Outcomes:

- All Infrastructure Do1: City facilities and infrastructure systems are well managed, adaptable and long lasting, and are effectively integrated into regional systems; and
- All Infrastructure Do2: Infrastructure systems provide safe, reliable and affordable services.

## FUNDING

Funding for the subject contract is available in the approved 2016 Budget.

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

SBN/RI/clr

Appendix "I" – Map of Location – Contract M.S. 4713-003-11

