

NO: R081

COUNCIL DATE: May 6, 2024

REGULAR COUNCIL

TO: **Mayor & Council** DATE: **April 30, 2024**
 FROM: **General Manager, Engineering** FILE: **1223-003/11**
 SUBJECT: **Award of Contract No. 1223-003-11**
Pressure Reducing Valve Station Upgrades

RECOMMENDATION

The Engineering Department recommends that Council:

1. Award Contract No. 1223-003-11 to Clearway Construction Inc. in the amount of \$2,035,093.20 (including GST) for Pressure Reducing Valve Station Upgrades;
2. Set the expenditure authorization limit for Contract No. 1223-003-11 at \$2,239,000.00 (including contingencies and GST); and
3. Authorize the General Manager, Engineering to execute Contract No. 1223-003-11.

INTENT

The intent of this report is to seek Council’s approval to award a contract for the construction of pressure reducing valve (“PRV”) station upgrades at 4 locations.

DISCUSSION

Scope of Work

The construction package related to this contract consists of four above ground PRV 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	W-19802	PRV Station Supply and Installation	Surrey Road and Wallace Drive
2	W-19802	PRV Station Supply and Installation	168 Street and 30A Avenue
3	W-19802	PRV Station Supply and Installation	168 Street and 28 Avenue
4	W-19802	PRV Station Supply and Installation	60 Avenue and 182 Street

The contract permits construction from 9:00 a.m. to 10:00 p.m., Monday through Friday, in compliance with the *Surrey Noise Control Bylaw, 1982, No. 7044*.

Invitation to Tender Results

An Invitation to Tender followed the City’s Purchasing Bylaw and was publicly posted on the BC Bid and City of Surrey websites. Tenders for the subject contract were opened on April 12, 2024 with the following results:

<i>Contractor</i>	<i>Tendered Amount with GST</i>	<i>Corrected Amount</i>
1. Clearway Construction Inc.	\$2,035,093.20	No Change
2. Richco Contracting Ltd.	\$2,172,265.20	2,170,192.50
3. Drake Excavating (2016) Ltd.	\$2,289,950.25	No Change

The Engineer’s (McElhanney Ltd.) pre-tender estimate was \$2,286,196.82 (including GST).

Evaluation

The submissions were reviewed for accuracy and completeness. There was one arithmetic error that had no bearing on the outcome of the tender process. All submissions included the required 10% bid bond, and were signed on the Tender Form.

The low bidder, Clearway Construction Inc., has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to have substantial completion by November 29, 2024, as stipulated in the contract. Clearway Construction Inc.’s past performance on previous work has been satisfactory. They have no outstanding legal claims against the City. It is recommended that Clearway Construction Inc. be awarded Contract No. 1223-003-11.

Project Schedule

The contract work is expected to start in May 2024, and be completed by November 29, 2024.

FUNDING

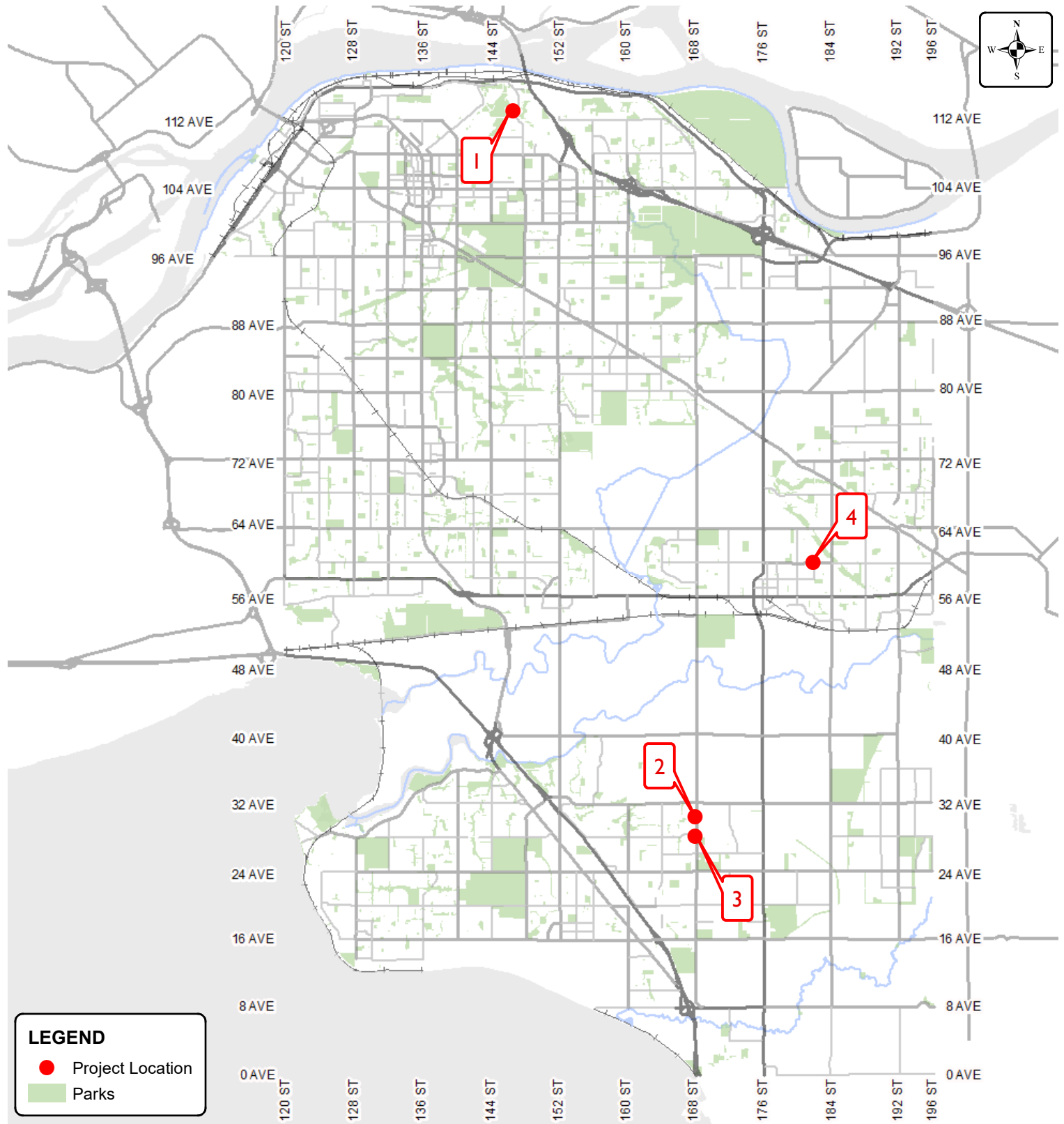
Funding for this contract is available in the approved 2024 Utility budget.

Scott Neuman, P.Eng.
General Manager, Engineering

VJ/bn

Appendix “I” – Map of Locations – Contract No. 1223-003-11 PRV Station Upgrades

APPENDIX "I"



Produced by GIS Section: 15-Apr-2024

Scale: 1:125,000 0 1,000 M



Contract No. 1223-003-11 PRV Station Upgrades

ENGINEERING
DEPARTMENT

The data provided is compiled from various sources and IS NOT warranted as to its accuracy or sufficiency by the City of Surrey. This information is provided for information and convenience purposes only. Lot sizes, Legal descriptions and encumbrances must be confirmed at the Land Title Office.

Source: G:\MAPPING\GIS\Maps\CorporateReps\Dn\CJX_1223-003-11_TA.mxd