

REGULAR COUNCIL

TO: **Mayor & Council** DATE: **July 6, 2023**
 FROM: **General Manager, Engineering** FILE: **4722-003/11**
 SUBJECT: **Award of Contract No. 4722-003-11**
Sanitary and Drainage Utility Improvements Package #2

RECOMMENDATIONS

The Engineering Department recommends that Council:

1. Award Contract No. 4722-003-11 to Richco Contracting Ltd. in the amount of \$7,243,827.15 (including GST) for the Sanitary and Drainage Utility Improvements Package #2;
2. Set the expenditure authorization limit for Contract No. 4722-003-11 at \$7,950,000.00 (including contingencies and GST); and
3. Authorize the General Manager, Engineering to execute Contract No. 4722-003-11.

INTENT

The intent of this Corporate Report is to seek Council’s approval to award a contract for the Sanitary and Drainage Utility Improvements Package#2.

DISCUSSION

Scope of Work

The construction package related to this contract consists of replacing 2.0 kilometers of aging and undersized infrastructure located at various locations throughout the City, as well as new infrastructure to facilitate development of City owned land located along 96 Avenue. The project locations are illustrated on the map attached to this report as Appendix “I” and are also listed in the table attached as Appendix “II”.

Invitation to Tender Results

Tenders for the subject contract were opened on June 2, 2023 with the following results:

<i>Contractor</i>	<i>Adjusted Tendered Amount*</i>	<i>Corrected Amount</i>
1. Richco Contracting Ltd.	\$7,243,827.15	No Change
2. Clearway Construction Inc.	\$8,801,167.19	\$8,373,727.80

*Adjusted bid values removing scope of work no longer necessary.

The Engineer's (Tetra Tech, ISL, AECOM) pre-tender estimate was \$6,942,941.46 including GST. While the City's competitive, public tender process yielded fewer tender submissions than average, due to current market conditions, the lowest tender represents good value to the City and components of the work must be completed within the fisheries summer construction window.

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, 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 200 working days, as stipulated in the contract. Richco Contracting'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 No. 4722-003-11.

Project Schedule

The contract work is expected to start in July 2023, and be completed by May 2024.

FUNDING

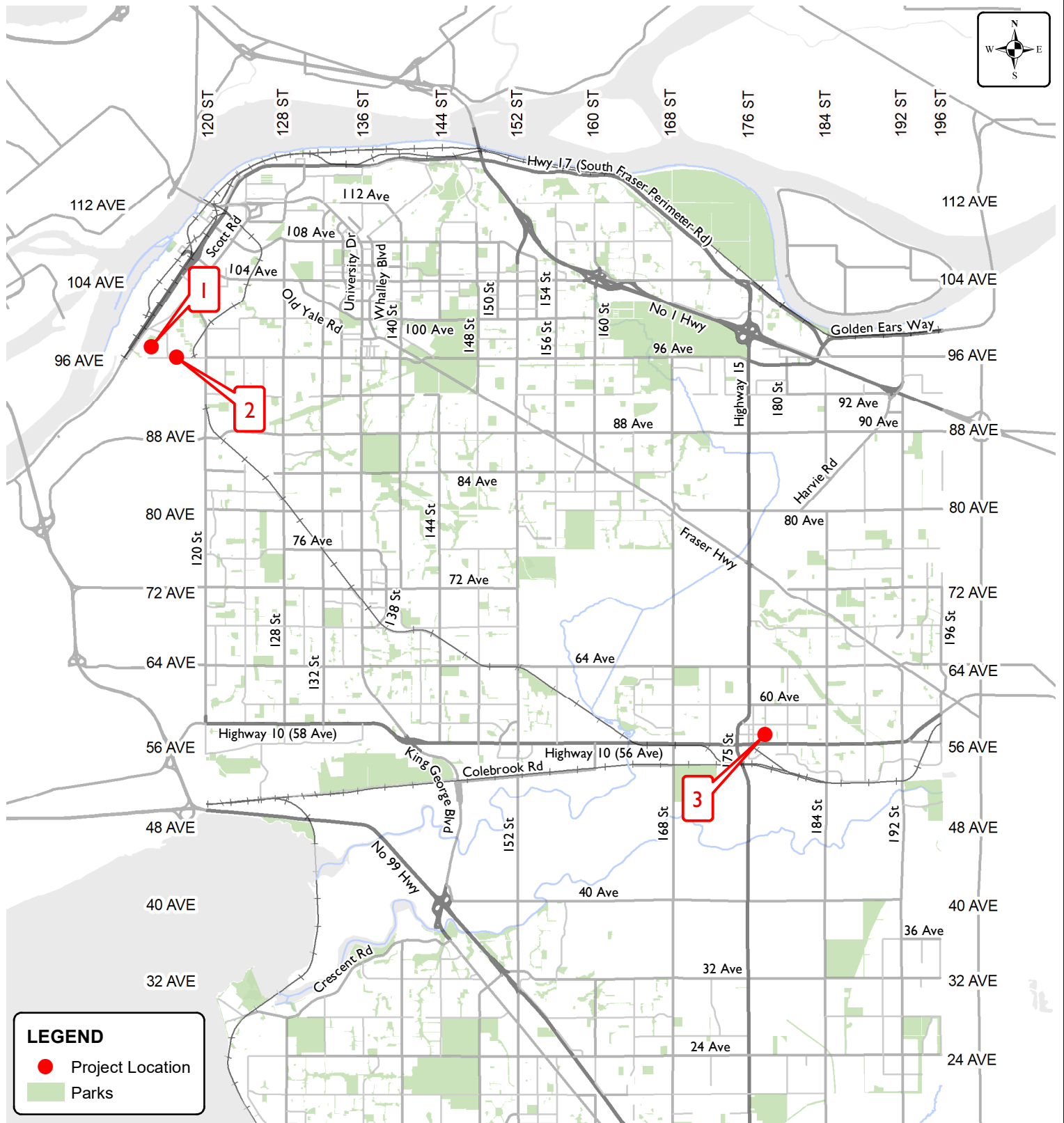
Funding for this contract is available in the approved 2023 Sewer, Drainage, and Transportation and Corporate budgets.

Scott Neuman, P.Eng.
General Manager, Engineering

VJ/bn

Appendix "I" – Map of Locations – Contract No. 4722-003-11

Appendix "II" – Table of Locations - Contract No. 4722-003-11



LEGEND

- Project Location
- Parks

Produced by GIS Section: 19-May-2023

Scale: 1:110,000 0 1,000 M



Contract No. 4722-003-11 Sanitary and Drainage Utility Improvements

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.

APPENDIX “II”

Map Reference Number	Project #	Project Description	Location
1	S-17502	440m of 200mm diameter Sanitary Sewer	96A Ave: Townline Div. to 116 Avenue
1	S-17852	325m of 200mm diameter Sanitary Sewer	Princess Dr. and Lane west north of 96A Ave
1	S-17853	355m of 200mm diameter Sanitary Sewer	97 Avenue: Crown Cr. To 116 Street
1	S-18078	100m of 200mm diameter Sanitary Sewer	Lane east of 129A St: #10247
1	S-19107	55m of 250mm diameter Sanitary Sewer	Regal Dr: Regent Rd. to 11291
1	D-18473	55m of 250mm diameter Drainage Sewer	Regal Dr: Regent Rd. to 11291
2	S-15972	61m of 200mm diameter Sanitary Sewer	117B Street: 96 Avenue to 96A Avenue
2	S-15971	180m of 200mm diameter Sanitary Sewer	96 Ave: 11679 to 117B St.
2	7815-0080	200m of 300mm diameter Sanitary Sewer	11671 96 Ave to 96A Ave and 116 St.
2	7815-0080	200m of 250mm diameter Drainage Sewer	11671 96 Ave to 96A Ave and 116 St.
3	S-19028	258m of 250mm/375mm diameter Sanitary Sewer	177B Street: 57 Avenue to 57A Avenue