



# **Corporate** *NO: R139*

# **Report** *COUNCIL DATE: June 26, 2000*

## **REGULAR COUNCIL**

**TO: Mayor & Council    DATE: June 21, 2000**

**FROM: General Manager, Engineering    FILE: 1200-004-11**

**SUBJECT: Contract Award - Contract M.S. 1200-004Local Improvement Sanitary Sewer Mains and Water Works**

## **RECOMMENDATION**

That Contract M.S. 1200-004 be awarded to Progressive Contracting (Delta) Ltd. in the amount of \$997,287.61.

## **SCOPE OF WORK**

This Contract comprises of:

Project 1297-903    Agricultural Local Improvement Water Main Extensions

152 Street: 54A Avenue to 44 Avenue

48 Avenue: 156 Street to Serpentine River

Project 4799-901    Local Improvement Sanitary Sewer Extension

58A Avenue: 123A Street to 124A Street

124 Street: 58A Avenue to 59 Avenue

124A Street: 58A Avenue to 60 Avenue

Project 4799-903    Local Improvement Sanitary Sewer Extension

25 Avenue: Address 13462 to Address 13303

Project 4799-905    Local Improvement Sanitary Sewer Extension

145A Street: Address 8218 to 82A Avenue

Project 1200-319 Capital Water Main Replacement

145A Street: Address 8218 to 82A Avenue

(Construction is expected to start July 10 and be completed by October 3, weather permitting.)

TENDER RESULTS

Contractor    Tendered Amount    Corrected Amount  
with GST

1.	Progressive Contracting (Delta) Ltd.	\$1,002,946.85	997,287.61
2.	P. Baratta Construction Ltd.	1,121,708.80	1,121,670.14
3.	Pedre Contractors Ltd.	1,235,813.09	No change
4.	Lups Contractors Ltd.	1,353,707.83	1,366,237.53

The engineer's pre-tender estimate was \$1,020,000.

EVALUATION

All tenders were checked for legal and mathematical errors. A tender was submitted by B & B Contracting Ltd. which was rejected because of an incorrect bid bond. Extension errors were found in P. Baratta's and Lups' tenders that did not affect the outcome of the ranking. The table above indicates the corrected figures.

An addendum issued during the tender period changed a page in the schedule of quantities and prices. Progressive acknowledged receipt of the addendum in the form of tender but used the original page. The changes were quantity changes in three items. We confirmed with Progressive that they will honour the unit rates submitted for the corrected quantities. This adjusted their total price from \$1,002,946.85 to \$997,287.61.

The low bidder, Progressive Contracting (Delta) Ltd., have completed similar work for other cities and developers satisfactorily.

ADDITIONAL COMMENTS

The construction costs provided by the tenders indicate that two of the local improvement sanitary sewer projects will cost more than the estimates given to the property owners. In one case the increase to the property owners will be 8% and in the other, 13% over the preliminary estimated costs initially provided to them.

We propose to inform the property owners of the projected increase in costs upon award of the tender.

FUNDING

Total Funding Required	\$1,340,000
Initial Budget Allocation	1,419,780

Jorgen Johansen, P. Eng.  
General Manager, Engineering

RS:brb/sew

- c.c.    -    General Manager, Finance, Technology & HR Dept.  
         -    Sewer & Water Planning Manager, Engineering Dept.

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