



Corporate NO: R110

Report COUNCIL DATE: June 10, 2002_

REGULAR COUNCIL

TO: Mayor & Council **DATE: June 4, 2002**

FROM: General Manager, Engineering **FILE: 1701-713/11**

SUBJECT: Contract Award - M.S. 1701-713-00 - TAG Construction Ltd.

RECOMMENDATION

That Contract M.S. 1701-713-00 be awarded to the low bidder, TAG Construction Ltd., in the amount of \$1,181,520.75 including GST.

SCOPE OF WORK

The scope of work under this contract involves new ultimate collector road construction of 115 Avenue from Bridgeview Drive to 132 Street. The 115 Avenue project will also provide servicing for the adjacent City owned Bridgeview industrial lands.

Construction is expected to start June 17, 2002, and be completed by November 8, 2002.

TENDER RESULTS

Tenders for Contract M.S. 1701-713-00 were received on May 23, 2002, with the results as follows:

Contractor Tendered Amount with GST Corrected Amount

1. TAG Construction Ltd. \$1,181,520.75
2. Progressive Contracting Ltd. 1,197,785.00 \$1,198,577.62
3. Conwest Contracting Ltd. 1,231,976.60
4. B & B Contracting Ltd. 1,271,431.78
5. Gemco Construction Ltd. 1,294,968.04

6. J. Cote & Son Excavating Ltd. 1,348,200.00
7. JJM Construction Ltd. 1,359,756.00
8. Imperial Paving Ltd. 1,369,323.16
9. B. Cusano Contracting Inc. 1,473,951.75

The Engineer's pre-tender estimate was \$1,050,000 including GST.

EVALUATION

All tenders were reviewed by our consultant. There was a minor mathematical error which did not affect the outcome of the tender. All the tenders submitted the required 10% bid bond, and signed and sealed the Tender Form and Summary Sheet of the Schedule of Quantities and Prices.

The low bidder, TAG Construction Ltd., has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to complete the work within 100 days as stipulated in the contract. TAG Construction Ltd. and their sub-contractors have satisfactorily completed many similar projects for the City in recent years and we have found them to be qualified and acceptable.

FUNDING

Funding requirements are as follows:

Total Funding Required \$1,421,000

Total Funding Available \$1,315,000

Shortfall (\$ 106,000)

The project is funded from the Utility Pre-Servicing fund (\$465,000), sale of the City lands serviced by the project (\$350,000), and Major Collector DCCs (\$500,000). The pre-servicing funding will be recovered as additional City properties along 115 Avenue are marketed.

The funding shortfall of \$106,000 is available from unallocated Major Collector DCCs. The costs for hydro/telephone and gas are estimated costs only. When final costs are received from these outside agencies, further funding adjustments may be required to complete the original scope of work.

Paul Ham, P.Eng.

General Manager, Engineering

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c.c. - General Manager, Finance, Technology & HR Dept.

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