



A3

ADMINISTRATIVE REPORT

Report Date: May 4, 2010
Contact: Peter Brennert
Contact No.: 604.873.7314
RTS No.: 08646
VanRIMS No.: 08-2000-20
Meeting Date: June 8, 2010

TO: Vancouver City Council
FROM: General Manager of Engineering Services
SUBJECT: Award of ITT PS10042 - 41st Avenue Rehabilitation (Cambie Street to Kingsway)

RECOMMENDATION

- A. THAT subject to the conditions set out in Recommendations B, C, and D, the General Manager of Engineering Services be authorized to enter into a contract with BA Blacktop Ltd. for the construction of civil works on 41st Ave from Cambie Street to Kingsway at an estimated value of \$2,971,068.46 plus applicable taxes (less any municipal rebate received) as outlined in the contract. Funding is provided from the 2010 Basic Capital Budget.
- B. THAT the Director of Legal Services be authorized to execute and deliver on behalf of the City all legal documents required to implement Recommendation A.
- C. THAT all such legal documents be on terms and conditions satisfactory to the General Manager of Engineering Services and the Director of Legal Services.
- D. THAT no legal rights or obligations will be created or arise by Council's adoption of Recommendations A, B and C above unless and until such legal documents are executed and delivered by the Director of Legal Services.

GENERAL MANAGER'S COMMENTS

The General Manager of Engineering Services RECOMMENDS approval of the foregoing.

CITY MANAGER'S COMMENTS

The City Manager RECOMMENDS approval of the foregoing. The City Manager, General Manager, Chief Financial Officer and Chief Purchasing Official (collectively "The Bid Committee") have reviewed and endorsed this award.

COUNCIL POLICY

City Council approval required on the award of any contract which is procured by way of a formal invitation to tender and which has a total purchase price in excess of \$2,000,000.

The policy of Council is to award contracts for the purchase of equipment, supplies and services that will give the highest value based on quality, service and price.

PURPOSE

This report seeks Council authorization to award the contract for the civil works related to rehabilitation of 41st Avenue, Cambie Street to Kingsway, as part of the Federal Infrastructure Stimulus Fund.

DISCUSSION

The Streets Design Branch issued a tender for the rehabilitation of 41st Avenue from Cambie Street to Kingsway. 41st Avenue is part of our Major Road Network (MRN) where major capital restoration work is required to maintain the integrity of the street and extend the service life of the entire road structure. This contract will include rehabilitation of sections of roadway, sidewalks, curb ramps, curbs and gutters and asphalt road surfacing.

The invitation to Tender (ITT PS10042) was posted on BC Bid and the City's website on Tuesday, March 29th, 2010. The tenders were opened on Wednesday, April 21st, 2010. Tenders were received from four bidders, Columbia Bitulithic, Imperial Paving Ltd., BA Blacktop Ltd. and Winvan Paving Ltd. One of the tenders was non-compliant resulting in 3 competitive bids.

The prices listed in Table 1, below, are based on unit rates with estimated quantities for the work specified in the tender. The 5% Goods and Services Tax (less any municipal rebate received) is in addition to all the prices shown below. As this is a unit rate contract, the contractor will be paid for the actual quantities of items constructed, whether they are more or less than the estimated quantities in the tender.

After an evaluation of all 3 compliant bids from Purchasing, Law and Engineering staff, the submission provided by BA Blacktop Ltd. emerged as the strongest tender, meeting specifications and providing best overall value to the City. On May 21, 2010 the Bid Committee reviewed and approved the award to BA Blacktop Ltd. and is recommending Council authorize this tender award.

TABLE 1: Tender Pricing (excluding GST)

PROPONENT	TENDER PRICE
Bid #1	\$2,971,068.46
Bid #2	\$3,184,312.00
Bid #3	\$3,711,548.00

*The tender price amounts above reflect the cost based on estimated construction quantities for the various items included in proposed works.

SCHEDULE

Construction is anticipated to begin in May following completion of the contract awarding process and any preparatory work by the City. All works must be completed by March 31, 2011 in order to meet the terms of the Federal Infrastructure Stimulus Fund.

41st Avenue is a key linkage in Translink's transit system from the Joyce SkyTrain station to the University of British Columbia. Therefore, to minimize disruption it is intended to complete majority of the construction during the summer months.

FINANCIAL IMPLICATIONS

The total estimated contract award for this construction work is \$2,971,068.46. The contractor will be paid for the actual quantities of items constructed and, depending on field conditions, these costs may be higher or lower than the estimated value of the contract award. Any additional costs will be funded within existing project funding limits.

Funding for the rehabilitation of 41st Avenue is related to Federal Infrastructure Stimulus Fund cost share agreement in which the City funds 67% and the Federal Government funds 33%. Council approved this cost share and funding reallocation on January 21, 2010 as part of the 'Request for Approvals in Advance of the 2010 Capital Budget' Council Report. City funding is provided from the 2010 Basic Capital Budget.

CONCLUSION

Following a public procurement process and evaluation of the tenders submitted for the civil works related to rehabilitation of 41st Avenue, from Cambie to Kingsway, the General Manager of Engineering Services recommends that BA Blacktop Ltd. be retained to execute this work.

* * * * *