

# ADMINISTRATIVE REPORT

Report Date:March 24, 2019Contact:Alexander RalphContact No.:604.829.2092RTS No.:12969VanRIMS No.:08-2000-20Meeting Date:April 24, 2019

TO:	Standing Committee	on City Finance and Services
-----	--------------------	------------------------------

- FROM: General Manager of the Engineering Services and Chief Procurement Officer
- SUBJECT: Contract Award for Invitation To Tender No. PS20180897 Construction Services for Glen Pump Station Replacement

## RECOMMENDATION

- A. THAT Council authorize City staff to enter into a contract with Westport Construction Group Inc., for Construction Services for Glen Pump Station Replacement, with an estimated contract value of \$4,272,000, plus applicable taxes over the term, to be funded through 2015-2018 Capital Plan WBS CES 50 -Pump Station.
- B. THAT the General Manager of Engineering Services, the Director of Legal Services and the Chief Procurement Officer, be authorized to execute on behalf of the City the contract as outlined in Recommendation A.
- C. THAT no legal rights or obligations will be created by Council's adoption of Recommendations A and B above unless and until such contract is executed by the authorized signatories of the City as set out in these recommendations.

## **REPORT SUMMARY**

The City issued Invitation to Tender (ITT) No. PS20180897 Construction Services for Glen Pump Station Replacement in January, 2019. The ITT was advertised on the City of Vancouver website and BC Bid and the work was called in accordance with the terms and condition of the City's Procurement Policy ADMIN-008. City staff on the ITT evaluation committee and, subsequently, the Bid Committee, have considered the responses received and, on that basis, recommend that the City enter into a contract as described above with Westport Construction Group Inc.

## COUNCIL AUTHORITY/PREVIOUS DECISIONS

The City's Procurement Policy ADMIN-008 requires that contracts with values over \$2 million must be approved by Council following review and recommendations by the Bid Committee. The Bid Committee has considered, and recommended Westport Construction Group Inc., as the successful tenderer.

#### REPORT

#### Background/Context

The Glen Pump Station is located in China Creek Park North near Glen Drive and East 7th Avenue. The pump station services a catchment area roughly triangular in shape, bounded by Grandview Highway, East Broadway, and Fraser Street and conveys the flow to Metro Vancouver's interceptor on 8th Avenue.

The existing Glen Pump Station was constructed in the early 1970's and has reached the end of its useful service life. The pump station collects sewage from the catchment area and pumps it to Metro Vancouver's Eight Ave Interceptor which conveys the sewage to the Iona Treatment Plant. The City will construct a new larger-capacity pump station at the same location.

Two (2) accessible pubic washrooms will be added as part of the construction, which are not currently in place.

The project coincided with the Vancouver Park Board's China Creek North Park renewal project which includes a playground replacement, new picnic and accessibility improvements throughout the park.

Construction for these upgrades is scheduled to begin in May 2019, with completion anticipated in the spring of 2020.

### Strategic Analysis

The ITT was issued in the accordance with City's Procurement Policy ADMIN-008. The City received responses from:

<u>Contractor</u>	Tender Price
Westport Construction Group Inc.	\$4,272,000.00
Jacob Bros Construction Inc.	\$5,350,750.00
Tritech Group Ltd.	\$5,375,499.06
Merletti Construction (1999) Ltd.	\$5,487,500.00
Stuart Olson Construction Ltd.	\$5,749,000.00
Kenaiden Contracting Ltd.	\$5,926,700.00
Cewe Infrastructure Ltd.	\$7,610,000.00

The bid review and supplier evaluation were performed by Engineering Services staff, and Supply Chain Management with oversight from Legal Services. Consultation for service requirements and vendor review was also done by the City's Consultant. The evaluation team determined that the tender submitted by Westport Construction Group Inc. is compliant with the ITT specifications and provides best overall value to the City. Westport Construction Group Inc. submitted the lowest, qualified bid of \$4,272,000.00 excluding applicable taxes.

Westport Construction Group Inc. is qualified to perform the work required for the Project as set out in the tender package based on satisfactory completion of large civil construction projects, and references provided and checked. References were checked by the City's Consultant and Supply Chain Management and financial information was reviewed by Supply Chain Management.

Based on the overall evaluation, the team concluded that the tender submitted by Westport Construction Group Inc. best met the City's requirements and provided best overall value to the City.

#### **Financial Implications**

Finance has reviewed and confirmed that funding is available from the 2015-2018 Capital Plan. As a result of the ITT, the City is able to achieve cost certainty.

## Legal

The City's Procurement Policy requires that all contracts that have been awarded by Bid Committee plus Council will be signed by the Director of Legal Services.

#### CONCLUSION

In summary, City staff recommend that the City of Vancouver enter into contract with Westport Construction Group Inc., for Construction Services for Glen Pump Station Replacement.

\* \* \* \* \*