



REPORT

Report Date: April 20, 2021
Contact: Alexander Ralph
Contact No.: 604.829.2092
RTS No.: 14406
VanRIMS No.: 08-2000-20
Meeting Date: May 19, 2021
[Submit comments to Council](#)

TO: Standing Committee on Policy and Strategic Priorities

FROM: General Manager of the Engineering Services Department and Chief Procurement Officer

SUBJECT: Contract Award for Construction Services for 2021 Gas System Expansion and Upgrades at the Vancouver Landfill

RECOMMENDATION

- A. THAT Council authorize City staff to negotiate to the satisfaction of the City's General Manager of the Engineering Services Department, City's Director of Legal Services, and the City's Chief Procurement Officer and enter into a contract with King Hoe Excavating Ltd., for Construction Services for 2021 Gas System Expansion and Upgrades at the Vancouver Landfill, for a term of six (6) months, with an estimated contract value of \$2,856,135.80, plus applicable taxes over the six (6) month, to be funded through the Multi-Year Capital Project Budgets for Routine Gas Works (\$2.1M) and Closure Maintenance (\$0.8M) programs.
- B. THAT the Director of Legal Services, Chief Procurement Officer and General Manager of the Engineering Services Department be authorized to execute on behalf of the City the contract contemplated by 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 No. PS20210042 Gas System Expansion and Upgrades at the Vancouver Landfill on February 12, 2021 for construction services. The ITT was advertised on City of Vancouver website and BC Bid and the work was called in accordance with the terms

and conditions of the City's Procurement Policy ADMIN-008. City staff on the ITT evaluation committee and, subsequently, Bid Committee have considered the responses received, and on that basis recommend that the City enter into a contract as describe above with King Hoe Excavating Ltd.

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 King Hoe Excavating Ltd. as the successful tenderer.

CITY MANAGER'S/GENERAL MANAGER'S COMMENTS

The City Manager recommends approval of the foregoing.

REPORT

Background/Context

Every year, construction services are needed at the Landfill for gas and leachate works to meet regulatory requirements. ITT No. PS20210042 outlines the requirements for the next phase of construction of closure and gas system upgrades at the Vancouver Landfill:

- Phase 3 Area - Supplemental Vertical Gas Wells
- Phase 1 Area - Replacement Vertical Gas Wells
- Phase 5 South Area- Lift 2 Horizontal Gas Collectors
- Phase 5 South Area - Sideslope Gas Collectors
- Phase 5 Areas - Vertical Gas Wells – Provisional item
- Phase 5 Areas - Sideslope Gas Collectors – Provisional item

The timing of this work is driven by the Landfill's filling plan and is required from June 2021 through August 2022.

The purpose of the ITT was to engage a pre-qualified contractor with demonstrated capability to meet the City's estimated demand over the term of the contract at competitive pricing and satisfactory service requirements.

Strategic Analysis

The City received responses from four (4) tenderers that were pre-qualified under RFEOI PS20190859 Landfill Gas Works Contractor Prequalification:

King Hoe Excavating Ltd. \$2,856,135.80

JJM Construction Ltd. \$3,351,131.00

BD Hall Constructors Corp. \$3,523,083.90

Jacob Bros Construction Inc. \$3,864,412.00

The responses were evaluated through the work of an evaluation team comprised of representatives from the Engineering Services Department staff and Supply Chain Management with support from Legal Services. Consultation for technical requirements was also done by the City's consultant. The evaluation team determined that the tender submitted by King Hoe Excavating Ltd. is compliant with the ITT specifications and provides best overall value to the City.

Financial

Financial Planning and Analysis (FP&A) has reviewed and confirmed that funding is available from the Multi-Year Capital Project Budget for Routine Gas Works and Closure Maintenance programs. Half of the cost for this work will be covered by a grant from Clean BC.

Legal

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

CONCLUSION

In summary, City staff recommends that the City of Vancouver negotiate and enter into an eleven month contract, with King Hoe Excavating Ltd., for ITT No. PS20210042 Gas System Expansion and Upgrades at the Vancouver Landfill.

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