

REPORT TO MAGIC LAKE ESTATES WATER AND SEWER LOCAL SERVICES COMMITTEE MEETING OF TUESDAY APRIL 3, 2012

SUBJECT

BUCK LAKE DAM SPILLWAY IMPROVEMENTS - AWARD OF CONTRACT (TENDER REF. NO. 2012-667)

ISSUE

To meet the requirements of the Provincial Ministry of Environment Dam Safety Branch the Buck Lake overflow structure must be upgraded.

BACKGROUND

The CRD recently issued a public tender for the Buck Lake Dam Spillway Improvements capital project. The works included the replacement of an existing 600 mm culvert overflow, with a new concrete spillway structure that meets the requirements of the Provincial Dam Safety Guidelines.

Eight tenders were received by the CRD's Purchaser by the closing time on March 21, 2012 and they are summarized as follows:

	TENDERER	TOTAL TENDERED AMOUNT (excluding HST)
1	G&E Contracting Ltd	\$457,200.00
2.	Draycor Construction Ltd	\$462,197.00
3.	Brunnel Construction Ltd	\$471,255.00
4.	Bryco Projects Inc	\$481,432.00
5.	Knappett Industries (2006) Ltd.	\$579,500.00
6.	Stone Pacific Contracting Ltd	\$658,791.72
7.	Chew Construction Ltd	\$698,440.00
8.	JJM Construction Ltd	\$733,365.00

The CRD's engineering consultant, Klohn Crippen Berger (KCB), has conducted a detailed evaluation of the tenders and have concluded that the submission from G&E Contracting Ltd. (G&E) is the lowest eligible bid. The tendered amount is reasonable value and is within the budget for the spillway improvements. Further, the CRD is familiar with G&E and they have successfully completed many projects for the CRD.

ALTERNATIVES

- 1. That the Magic Lake Estates Water and Sewer Local Services Committee recommend to the Capital Regional District Board that a contract for the Buck Lake Dam, spillway improvements (Tender Reference No. 2012-667) be awarded to G&E Contracting Ltd. for an amount of \$457,200.00 plus HST.
- 2. That the Magic Lake Estates Water and Sewer Local Services Committee award the contract to another tenderer.

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IMPLICATIONS

Alternative 1:

Award the contract to G&E for \$457,200.00 plus HST which is within the budgeted amount for the capital project. This will meet the requirements of the Provincial Ministry of Environment Dam Safety Branch who had given the CRD (Magic Lake Estates Sewer and Water Committee) until 2013 to upgrade the Buck Lake overflow structure to meet Provincial safety standards.

Alternative 2:

Awarding the contract to one of the other bidders without a valid reason increases the cost of the project and likely would result in legal action by the low bidder.

CONCLUSION

The bid received from G&E Contracting Ltd. for \$457,200.00 plus HST, meets the terms of the tender and project budget and it is recommended that G&E Contracting Ltd. be awarded the contract for the Buck Lake Dam, spillway improvements project.

RECOMMENDATION

That the Magic Lake Estates Water and Sewer Local Services Committee recommend to the Capital Regional District Board that a contract for the Buck Lake Dam, spillway improvements (Tender Reference No. 2012-667) be awarded to G & E Contracting Ltd. for an amount of \$457,200.00 plus HST.

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