



City of Richmond

Report to Committee

To: Public Works and Transportation Committee **Date:** August 24, 2005
From: Robert Gonzalez, P.Eng. **File:** 10-6340-20-P.04301/Vol
Director, Engineering 01
Re: Contract T.2720 – Ditch Cleaning Horseshoe Slough/Shell Road Canal

Staff Recommendation

That the City of Richmond enter into a contract with CAP Ventures Ltd., in accordance with Contract T.2720 – Horseshoe Slough/Shell Road Canal Ditch Cleaning for the total amount of \$153,000.00.

Robert Gonzalez, P.Eng.
Director, Engineering
(4150)

FOR ORIGINATING DIVISION USE ONLY			
ROUTED TO:	CONCURRENCE		CONCURRENCE OF GENERAL MANAGER
Finance, Purchasing.....	Y <input checked="" type="checkbox"/> N <input type="checkbox"/>		
Finance Budgets and Accounting	Y <input checked="" type="checkbox"/> N <input type="checkbox"/>		
REVIEWED BY TAG	YES <input checked="" type="checkbox"/>	NO <input type="checkbox"/>	REVIEWED BY CAO
			YES <input checked="" type="checkbox"/> NO <input type="checkbox"/>

Staff Report

Origin

This project is part of the 2005 Capital Works Program Horseshoe Slough Drainage Upgrades.

Background

The work proposed under this project includes cleaning of the Horseshoe Slough Canal for a distance of approximately 150 metres south of Hammersmith Way. This section of Horseshoe Slough contains a popular walking trail and is also a declared Environmentally Sensitive Area. This cleaning program entails implementation of a comprehensive environmental protection plan and coordination of trail pedestrian traffic.

Canal cleaning is expected to begin in early September and be complete over a timeframe of approximately 9 weeks.

According to Policy 3102.01, *Purchasing and Publicly Tendered Contracts*, the CAO, together with the General Manager, Engineering and Public Works, can award the contract provided the conditions of this policy are met. One of the conditions of the policy is that a minimum of three qualified tenders must be received.

Four contractors indicated interest in bidding on this project, however only two bids were received, the reasons given being the contractor’s considerable workload.

Since only two qualified tenders were received, award of Contract No. T.2720 must therefore be approved by Council.

Analysis

Tenders were received from Sandpiper Contracting Ltd., and C.A.P. Ventures Ltd. as highlighted in Table 1.

Both bids received are within the approved budget.

Table 1 – Tender No. T.2720 Results

Company	Tender Price
Sandpiper Contracting Ltd	\$ 70,905.80
C.A.P. Ventures Ltd.	\$ 153,000.00

The first bid from Sandpiper Contracting Ltd. was considered non-responsive and therefore not acceptable to the City for the following reasons:

- In direct contradiction to the tender requirements, Sandpiper intended to remove all trees in and around Horseshoe Slough;

- Sandpiper failed to provide the necessary undertaking to provide the liability insurance required by the City.

The tender received from C.A.P. Ventures Ltd., is within the approved budget as shown in Appendix A. In addition, the submission from C.A.P. Ventures was responsive to the tender requirements and in accordance with all tender specifications and City policy.

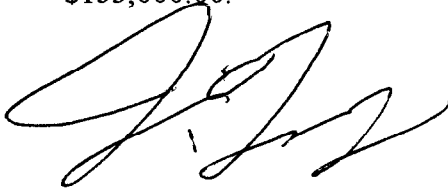
Based on the reasoning above, staff recommends that Contract T.2720 Ditch Cleaning Horseshoe Slough/Shell Road Canal be awarded to C.A.P. Ventures Ltd.

Financial Impact

The recommended tender is within budget. Funding Details are shown in Appendix A.

Conclusion

Staff recommends that the City enter into a contract with C.A.P. Ventures Ltd. in the amount of \$153,000.00.



Jim V. Young, P. Eng
Manager Engineering Design and Construction
(4610)

APPENDIX A

Project Budget (2004 and 2005 Capital Programs)	\$2,778,000.00
Directional Mining & Drilling Ltd. (Drainage upgrades previously awarded)	\$ 2,081,057.00
Canal Cleaning/Dredging	\$ 153,000.00
City Forces (Street Light disconnections)	\$ 30,000.00
City Forces (Street Tree storing, Parks)	\$ 40,000.00
Terasen Gas Service Relocations	\$ 60,000.00
CN Railway Crossing	\$ 78,406.50
City Overhead (5%)	\$ 124,000.00
Contingency (5%)	\$ 130,000.00
Total Estimated Costs	\$ 2,696,463.00
City funds Remaining	\$ 81,536.50