

Original signed by: Kari Bolton, Acting CAO

# **Council Report**

Report Date: March 28, 2018 Meeting Date: April 3, 2018

To: City Manager

From: Director of Capital Works & Infrastructure

Subject: Reid Street Revitalization – Award of Contract

## **Purpose**

To seek Council approval to award the contract for the complete revitalization of the 200 – 400 blocks of Reid Street and Barlow Avenue from Front Street to the lane east of Reid Street.

# Summary

In the 2018 Capital Budget a total of \$6,136,000 was approved for the rebuild of the 200, 300, 400 blocks of Reid Street including Barlow Avenue from Front Street to the lane between Reid and McLean Street. This work includes water main and service line replacement, storm drainage improvements, street lighting, furnishings (benches/bike racks/waste receptacles), sidewalk, curb & gutter, and asphalt replacement.

During the design and tendering process the City was approached by the Ministry of Transportation (MoTI) to complete some additional works on Carson Avenue. This additional work was included in the project total tender submission with the City to be reimbursed by MoTI for the additional work.

Three bids were received for this contract as described below.

On March 28, 2018 the Financial Sustainability and Audit Committee reviewed the tender summary from Urban Systems and made the following recommendation.

The Financial Sustainability and Audit Committee recommends to Council that the project be awarded to Eagle Rock Construction Ltd. In the amount of \$4,788,870, then remove some of the optional items.

AND THAT the optional items related to the Barlow Street Entrance Features for \$45,800 be removed and that the extra tree option be reduced to ensure the project remains on budget.

#### Recommendation

THAT Quesnel City Council direct staff to proceed with awarding the General Contract for the Reid Street Revitalization Project to Eagle Rock Construction Ltd. for \$4,788,870 .00 plus applicable taxes conditional to a letter of agreement being signed with the Ministry of Transportation and Infrastructure (MoTI) to reimburse the City of Quesnel the actual cost of work amount for completing the MoTI portion of additional works on Carson Avenue.



### **Council Policy**

Goods and services in budget with a value greater than \$500,000 require Council approval.

# Strategic Objective

The City of Quesnel is continuing to be proactive with upgrades to the water distribution system and infrastructure.

# **Financial Implications**

The cost of the project, including options, as per Urban's Tender Summary is \$6,269,305 (\$6,294,305 less the \$25,000 grant). This is reduced to \$6,223,505 once the options for the Barlow Entrance Features are removed. The extra tree option (\$219,945) will also be reviewed and reduced in order to bring the project in line with the budget of \$6,136,000.

# **Background**

A design brief for Reid Street business and property owners was held in February 2017. Two public workshops were held in March 2017 and two in April 2017.

On June 6, 2017 Council approved the "suggested preferred concept" described in a report by Urban Systems of the Reid Street revitalization project and directed staff to proceed to detailed design.

The detailed design and preferred products were presented to Council at the November 28, 2017 Council meeting and staff directed to proceed with prequalification of General Contractors and tender the project in mid-February 2018.

During the design process optional items were added to be considered for purchase if affordable. The total for all the optional items is \$296,195.00.

On March 22, 2018 three bids were submitted for this General Contract (GST included):

Eagle Rock Construction Ltd. \$5,028,313.00
Belvedere Place Development Ltd. \$5,362,994.19
IDL Projects Inc. \$8,883,000.60

#### **Attachments**

Tender Summary by Urban Systems Ltd.

### Concurrence

The award of this tender has been discussed with the Director of Corporate & Financial Services/Deputy City Manager, Director of Public Works Operations, and Engineer of Record for the project.